

817560/39

HARP HEATING LIMITED

STATEMENT OF ACCOUNTS

FOR THE YEAR ENDED 31st DECEMBER, 1975



## HARP HEATING LIMITED

### Directors:

G. E. T. Granter (Chairman)  
M. Rayfield  
P. R. Chance  
R. St. John Hayes

### DIRECTORS' REPORT

The Directors submit their Report and the Accounts for the year ended 31st December, 1975.

#### Activities

The principal activities of the Company during the year were the installation and service of domestic central heating systems.

#### Results

The Profit and Loss Account on page 4 shows a profit after taxation of £47,798. In view of the Company's current and future requirements for the maintenance and development of its business, the directors do not recommend that a dividend be declared but the balance be retained.

#### Exports

No goods have been exported from the U.K. by the Company during the year.

#### Directors and Interests in Shares

The names of the present Directors of the Company are given at the head of this Report. On 21st March, 1975 Mr. R. St. John Hayes was appointed as a Director of the Company. On 2nd April, 1976 Mr. R. W. Page resigned and on 28th February, 1975 Mr. M. F. Mulroe resigned as Directors of the Company.

As Messrs. G.E.T. Granter, M. Rayfield, R. St. John Hayes and P.R. Chance are Directors of United Heating Services Limited, this Company's holding company, their interests are not required to be recorded in this Company's Register of Directors' Interests.

#### Close Company Status.

The Directors consider that the Company is a close company within the provisions of the Income and Corporation Taxes Act 1970, as amended.

Directors' Report (Continued)

Auditors

The auditors, Messrs. Edward Moore and Sons, will continue in office in accordance with Section 159 (2) of the Companies Act 1948.

By Order of the Board

R. L. KING  
Secretary.

Registered Office:

Old Homesdale Road,  
Bromley,  
Kent.

15th JUNE, 1976.

EDWARD MOORE & SONS  
Chartered Accountants

188/194, London Road,  
Croydon, CR9 2AQ

AUDITORS' REPORT TO THE MEMBERS OF  
HARP HEATING LIMITED

We have examined the Accounts set out on pages 4 to 9. These have been prepared under the historical cost convention. In our opinion, these Accounts give, under the accounting convention stated above, a true and fair view of the state of the Company's affairs at 31st December, 1975, and of its profit for the year ended on that date and comply with the Companies Acts, 1948 and 1967.

EDWARD MOORE & SONS

Dated: 15th June, 1976

HARP HEATING LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31st DECEMBER, 1975

	<u>Notes</u>	<u>1975</u> <u>£</u>	<u>1974</u> <u>£</u>
<u>Turnover</u>	2	<u>£1,914,139</u>	<u>£1,102,790</u>
<u>Profit/(Loss) before</u> <u>Taxation</u>	3	97,211	(4,322)
<u>Taxation</u>	5	<u>49,413</u>	-
<u>Retained Profit/(Loss)</u>		<u>£ 47,798</u>	<u>£ (4,322)</u>

STATEMENT OF RETAINED PROFITS/(LOSSES)

Retained Profit/(Loss) for year	47,798	(4,322)
Retained (Loss)/Profit at 31st December, 1974	(2,584)	20,445
<u>Prior Year Adjustments</u> Underprovision for Depreciation in prior period	(4,475)	-
Transfer to Deferred Taxation	<u>(6,944)</u>	<u>(18,707)</u>
	<u>(14,003)</u>	<u>1,738</u>
Retained Profits/(Losses) at 31st December, 1975	<u>£ 33,795</u>	<u>£(2,584)</u>

# HARP HEATING LIMITED

## BALANCE SHEET : 31st DECEMBER, 1975

	<u>Notes</u>	<u>1975</u> <u>£</u>	<u>1974</u> <u>£</u>
<u>Fixed Assets</u>	6	101,418	72,705
<u>Current Assets</u>	7	375,128	487,732
<u>Less: Current Liabilities</u> <u>(and Provisions)</u>	8	<u>(347,976)</u>	<u>(528,935)</u>
<u>Net Current Assets</u> <u>/ (Liabilities)</u>		<u>27,152</u>	<u>(41,203)</u>
		<u>£128,570</u>	<u>£ 31,502</u>
Representing:-			
<u>Share Capital</u>	9	100	100
<u>Reserves</u>	10	38,354	1,975
<u>Deferred Taxation</u>	11	<u>90,116</u>	<u>29,427</u>
		<u>£128,570</u>	<u>£ 31,502</u>

..... G.E.T. GRANTER .....	}	<u>DIRECTORS</u>
..... R. ST. JOHN HAYES .....		

## HARP HEATING LIMITED

### NOTES TO THE ACCOUNTS

#### 1. Accounting Policies

##### Depreciation of Fixed Assets

Plant and Vehicles have been depreciated by reference to their expected useful lives at rates calculated on cost.

##### Stocks and Work in Progress

Stocks and Work in Progress have been valued at lower of cost and net realisable value.

Progress payments received of £117,884 (1974 £89,821) have been deducted from Work in Progress.

##### Deferred Taxation

a) It has been assumed that the form of relief provided by the Finance No 2 Act 1975 will continue to be available. The appropriate corporation tax has been transferred to the deferred taxation account.

b) The deferred taxation account has also been credited with corporation tax at 52% on the excess of the net book value of fixed assets, eligible for capital allowances, at the year end over their written down value for taxation purposes at that date.

c) The liability method of accounting for deferred taxation has been adopted.

#### 2. Turnover

Turnover represents the total amount receivable by the Company for goods sold, work done and services rendered.

#### 3. Profit before Taxation

	<u>1975</u> <u>£</u>	<u>1974</u> <u>£</u>
Profit before Taxation has been arrived at after charging:-		
Depreciation	29,217	20,339
Directors' Emoluments (Note 4)	13,212	29,119
Audit Fee	3,265	1,550
Interest payable - Bank Overdraft	2,520	2,860
	<u>          </u>	<u>          </u>
and after crediting:-		
Exceptional Item	-	7,400
Extraordinary Item		
- Profit on sale of Lease	-	1,500
	<u>          </u>	<u>          </u>

# HARP HEATING LIMITED

## NOTES TO THE ACCOUNTS (CONTINUED)

	<u>1975</u>	<u>1974</u>
	<u>£</u>	<u>£</u>
4. <u>Directors' Emoluments</u>		
For services as executives	<u>£13,212</u>	<u>£29,119</u>

The individual emoluments, excluding pension contributions, of all the Directors who served during the year, fell into the following brackets:-

	<u>1975</u>	<u>1974</u>
£0 - £2,500	5	5
£5,001 - £7,500	1	-
£7,501 - £10,000	-	-

The emoluments of the Chairman, who was also the highest paid Director, amounted to £8,562 (1974 - £6,270).

	<u>1975</u>	<u>1974</u>
	<u>£</u>	<u>£</u>
5. <u>Taxation</u>		
Corporation Tax based on profits for the year at 52% - transferred to Deferred Taxation	<u>£49,413</u>	<u>-</u>

The Company has unrelieved Stock Appreciation Relief amounting to £9,382. This has been carried forward for relief against future profits of the Company.

	<u>Plant &amp; Vehicles</u>
	<u>£</u>
6. <u>Fixed Assets</u>	
Cost to 1st January, 1975	120,894
Additions during year at Cost	<u>67,741</u>
	188,635
Disposals during year at Cost	<u>15,253</u>
	173,382
Cost to 31st December, 1975	
Aggregate Depreciation to 31st December, 1975	<u>71,964</u>
Net Book Value at 31st December, 1975	<u>£101,418</u>

(Comparatives)	
Aggregate Depreciation to 31st December, 1974	<u>£ 48,189</u>
Net Book Value at 31st December, 1974	<u>£ 72,705</u>



# HARP HEATING LIMITED

## NOTES TO THE ACCOUNTS (CONTINUED)

	<u>1975</u>	<u>1974</u>
	<u>£</u>	<u>£</u>
<b>7. <u>Current Assets</u></b>		
Stock	62,118	24,462
Work in Progress	91,535	38,367
Debtors and Prepayments	152,165	188,745
Amount due by fellow Subsidiary Company	13,350	168,212
Amount due by Holding Company	-	67,331
Cash at Bank and in Hand	51,628	615
Taxation Recoverable	4,332	-
	<u>£375,128</u>	<u>£487,732</u>
<b>8. <u>Current Liabilities (and Provisions)</u></b>		
Creditors	266,326	280,403
Bank Overdraft (Secured)	15,791	41,783
Directors Current Accounts	-	113
Amounts due to Fellow Subsidiary Companies	-	201,311
Amounts due to Holding Company	60,534	-
Current Taxation	5,325	5,325
	<u>£347,976</u>	<u>£528,935</u>
<b>9. <u>Share Capital</u></b>	<u>1975</u>	<u>1974</u>
	<u>£</u>	<u>£</u>
Authorised, Issued and Fully Paid:-		
100 Ordinary Shares of £1. each	£ 100	£ 100
<b>10. <u>Reserves</u></b>	<u>1975</u>	<u>1974</u>
	<u>£</u>	<u>£</u>
Capital Reserve		
Balance at 31st December, 1975	4,559	4,559
Retained Profit/(Loss)	33,795	(2,584)
	<u>£38,354</u>	<u>£ 1,975</u>

HARP HEATING LIMITED

NOTES TO THE ACCOUNTS (CONTINUED)

	<u>1975</u>	<u>1974</u>
	<u>£</u>	<u>£</u>
11. <u>Deferred Taxation</u>		
Balance at 31st December, 1974	29,427	-
Profit and Loss Account - Current Year	49,413	-
- Prior Year Adjustment	6,944	18,707
Current Taxation	4,332	10,720
	<u>£90,116</u>	<u>£29,427</u>
The balance is made up as to:-		
Corporation Tax deferred by virtue of Stock Appreciation Relief	52,534	10,720
Excess of taxation allowances on fixed assets over depreciation charged	37,582	18,707
	<u>£90,116</u>	<u>£29,427</u>

12. Ultimate Holding Company

The Directors regard United Heating Services Limited, incorporated in England, as the Company's ultimate Holding Company.

LIST OF DIRECTORSHIPS

GEOFFREY ERNEST THURSTON GRANTER

Director:

United Heating Services Limited  
Albany Heating Limited  
Argos Heating Supplies Limited.

PHILLIP RICHARD CHANCE

Director:

United Heating Services Limited.  
Argos Heating Supplies Limited.

MICHAEL RAYFIELD

Director:

United Heating Services Limited.  
Albany Heating Limited  
Argos Heating Supplies Limited.

ROY ST. JOHN HAYES

Director:

United Heating Services Limited.  
Argos Heating Supplies Limited.  
Cooden Property Holdings Limited.  
S.P.I.R.E. of Hastings Limited.  
Westergate Developments  
Parkleigh Estates Limited.  
Barwood Builders Limited  
Norwood Builders (Bromley) Limited.  
Bromley Common Developments Limited.  
Starland Limited.  
Roberton Estates (Bromley) Limited.