

**REGISTERED NUMBER: 01839683 (England and Wales)**

**UNAUDITED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2016  
FOR  
TEMPERATE HEATING LTD**

**CONTENTS OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2016**

---

	<b>Page</b>
<b>Company Information</b>	<b>1</b>
<b>Balance Sheet</b>	<b>2</b>
<b>Notes to the Financial Statements</b>	<b>4</b>

**TEMPERATE HEATING LTD**

**COMPANY INFORMATION  
FOR THE YEAR ENDED 31 DECEMBER 2016**

---

**DIRECTORS:**

R J Tinklin  
M T Tinklin

**REGISTERED OFFICE:**

12 Rainham Road  
Chatham  
Kent  
ME5 7EJ

**REGISTERED NUMBER:**

01839683 (England and Wales)

**ACCOUNTANTS:**

Friend & Grant Ltd  
Bryant House  
Bryant Road  
Strood  
Rochester  
Kent  
ME2 3EW

**BALANCE SHEET**  
**31 DECEMBER 2016**

		2016	2015
	Notes	£	£
<b>FIXED ASSETS</b>			
Intangible assets	4	1	1
Tangible assets	5	572,522	575,006
Investment property	6	-	132,000
		<u>572,523</u>	<u>707,007</u>
<b>CURRENT ASSETS</b>			
Stocks		295,616	246,509
Debtors	7	295,520	233,042
Prepayments and accrued income		2,922	3,242
Cash at bank		<u>142,301</u>	<u>815,784</u>
		736,359	1,298,577
<b>CREDITORS</b>			
Amounts falling due within one year	8	<u>252,425</u>	<u>245,083</u>
<b>NET CURRENT ASSETS</b>		<u>483,934</u>	<u>1,053,494</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>1,056,457</u>	<u>1,760,501</u>
<b>CREDITORS</b>			
Amounts falling due after more than one year	9	(19,760)	-
<b>PROVISIONS FOR LIABILITIES</b>		(7,130)	(15,153)
<b>ACCRUALS AND DEFERRED INCOME</b>		(5,539)	(4,932)
<b>NET ASSETS</b>		<u>1,024,028</u>	<u>1,740,416</u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital		103,526	103,526
Fair value reserve	10	-	54,392
Retained earnings	10	<u>920,502</u>	<u>1,582,498</u>
<b>SHAREHOLDERS' FUNDS</b>		<u>1,024,028</u>	<u>1,740,416</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2016.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2016 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.

**BALANCE SHEET - continued**  
**31 DECEMBER 2016**

---

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 Income Statement has not been delivered.

The financial statements were approved by the Board of Directors on 22 May 2017 and were signed on its behalf by:

R J Tinklin - Director

M T Tinklin - Director

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2016**

---

**1. STATUTORY INFORMATION**

Temperate Heating Ltd 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.

The presentation currency of the financial statements is the Pound Sterling (£).

**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.

These are the first financial statements that comply with FRS102 section 1A small entities. The date of transition is 1 January 2015.

The transition to FRS102 section 1A small entities has resulted in a small number of changes in accounting policies to those used previously.

The nature of these changes and their impact on opening equity and profit for the comparative period are explained in note 11 below.

**Going concern**

No material uncertainties that may cast doubt about the ability of the company to continue as a going concern have been identified by the director.

**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 1985, has been amortised evenly over its estimated useful life of 10 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.

Freehold property	- 2% on cost
Plant and machinery	- 20% on reducing balance and straight line over lease term
Fixtures and fittings	- 20% on cost
Motor vehicles	- 25% on reducing balance

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 DECEMBER 2016**

---

**2. ACCOUNTING POLICIES - continued**

**Investment property**

Investment property is included at fair value. Valuations are carried out annually by the directors based on:

- how the market could be expected to price the asset
- measuring the risk return factors inherent in the asset

Gains are recognised in the income statement. Deferred taxation is provided on these gains at the rate expected to apply when the property is sold. No depreciation is provided in respect of investment properties.

**Stocks**

Stocks have been valued at the lower of cost and estimated selling price less costs to sell.

**Taxation**

Taxation for the year comprises current and deferred tax. Tax is recognised in the profit and loss, 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 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 held under finance lease and hire purchase contracts are capitalised in the balance sheet and depreciated over their expected useful lives. The interest element of the leasing payments represents a constant proportion of the capital balance outstanding and is charged to the profit and loss account over the period of the lease.

All other leases are regarded as operating leases and the payments made under them are charged to the profit and loss account on a straight line basis over the lease term.

**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 13 .

NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 DECEMBER 2016

## 4. INTANGIBLE FIXED ASSETS

**COST**At 1 January 2016  
and 31 December 2016**Goodwill**  
**£**74,177**AMORTISATION**At 1 January 2016  
and 31 December 201674,176**NET BOOK VALUE**At 31 December 2016  
At 31 December 201511

## 5. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Totals £
<b>COST</b>					
At 1 January 2016	593,193	27,540	66,029	79,553	766,315
Additions	-	25,820	3,024	-	28,844
At 31 December 2016	<u>593,193</u>	<u>53,360</u>	<u>69,053</u>	<u>79,553</u>	<u>795,159</u>
<b>DEPRECIATION</b>					
At 1 January 2016	74,716	21,174	55,038	40,381	191,309
Charge for year	11,864	5,576	4,095	9,793	31,328
At 31 December 2016	<u>86,580</u>	<u>26,750</u>	<u>59,133</u>	<u>50,174</u>	<u>222,637</u>
<b>NET BOOK VALUE</b>					
At 31 December 2016	<u>506,613</u>	<u>26,610</u>	<u>9,920</u>	<u>29,379</u>	<u>572,522</u>
At 31 December 2015	<u>518,477</u>	<u>6,366</u>	<u>10,991</u>	<u>39,172</u>	<u>575,006</u>

## 6. INVESTMENT PROPERTY

**FAIR VALUE**At 1 January 2016  
Disposals  
At 31 December 2016**Total**  
**£**

132,000

(132,000)-**NET BOOK VALUE**At 31 December 2016  
At 31 December 2015-132,000

The cost of the freehold investment property disposed of during the year was £71,664.



NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 DECEMBER 2016

## 7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2016 £	2015 £
Trade debtors	195,520	231,092
Other debtors	100,000	1,950
	<u>295,520</u>	<u>233,042</u>

## 8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2016 £	2015 £
Hire purchase contracts	3,505	-
Trade creditors	147,543	192,593
Taxation and social security	81,092	52,490
Other creditors	20,285	-
	<u>252,425</u>	<u>245,083</u>

## 9. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2016 £	2015 £
Hire purchase contracts	<u>19,760</u>	<u>-</u>

## 10. RESERVES

	Retained earnings £	Fair value reserve £	Totals £
At 1 January 2016	1,582,498	54,392	1,636,890
Profit for the year	219,454		219,454
Dividends	(881,450)		(881,450)
Disposal	-	(54,392)	(54,392)
At 31 December 2016	<u>920,502</u>	<u>-</u>	<u>920,502</u>

On transition to FRS Section 1A on 1 January 2015, the revaluation reserve has been reclassified to the fair value reserve as all amounts related to investment property. A transitional adjustment has been made of £6,344 to reflect the deferred tax on the revaluation of the properties. This has resulted in a £6,344 reduction in the non distributable fair value reserve as at 1 January 2015.

The prior year accounts have also been restated on transition to FRS Section 1A to include a deferred tax movement of £400 on the investment property revaluation gains during the year ended 31 December 2015. The adjustment has been included in the profit and loss account and has resulted in a corresponding £400 increase in the non distributable fair value reserve as at 31 December 2015.

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 31 DECEMBER 2016**

**11. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES**

The following advances and credits to directors subsisted during the years ended 31 December 2016 and 31 December 2015:

	2016 £	2015 £
<b>R J Tinklin</b>		
Balance outstanding at start of year	1,750	(487)
Amounts advanced	400,000	2,237
Amounts repaid	(421,775)	-
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>(20,025)</u>	<u>1,750</u>
<b>M T Tinklin</b>		
Balance outstanding at start of year	-	-
Amounts advanced	400,000	-
Amounts repaid	(400,000)	-
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>-</u>	<u>-</u>

The loan from the director to the company is unsecured, interest free and repayable on demand.

**12. RELATED PARTY DISCLOSURES**

During the year the company made a loan of £150,000 to David Paul Property Limited, a company in which Ms Sophie Knott, partner of director Mr R J Tinklin, is a director and shareholder. £100,000 of the loan was outstanding as at 31 December 2016.

The loan is interest free and repayable on demand.

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.