

**Strategic Report, Report of the Directors and
Audited Financial Statements
for the Year Ended 30 September 2018
for
Thermal Transfer Technology Limited**

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for the year ended 30 September 2018**

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Thermal Transfer Technology Limited

**Company Information
for the year ended 30 September 2018**

DIRECTORS:	A G Thomsen I Pearson S J Barnes D Hill K Tumilty
SECRETARY:	I Pearson
REGISTERED OFFICE:	Hall Dene Way Seaham Grange Ind Seaham Hall Dene Way County Durham SR7 0PU
REGISTERED NUMBER:	02754482
AUDITORS:	TTR Barnes Limited Chartered Accountants and Statutory Auditors 3-5 Grange Terrace Stockton Road Sunderland Tyne & Wear SR2 7DG
BANKERS:	Barclays Bank PLC Market Street Branch 7 Market Street Newcastle NE1 4GL
SOLICITORS:	Watson Burton LLP 1 St James' Gate Newcastle Upon Tyne NE99 1YQ

Strategic Report
for the year ended 30 September 2018

The directors present their strategic report for the year ended 30 September 2018.

Results

The loss for the year, after taxation, amounted to £168,721 (2017: loss of £346,717).

REVIEW OF BUSINESS

The key performance indicators for the company during the year were as follows:

	2018 £'000	2017 £'000	Change %
Turnover	8,030	6,814	17.8
Operating (Loss)/ Profit	(177)	(269)	-34.2
(Loss)/Profit before tax	(152)	(270)	-43.7
Shareholders' funds	2,456	3,902	-37.1
Current assets as % of current liabilities	253%	293%	

The results for the year was an operating loss but it was a significant reduction of 34.2% compared to the prior year, a large increase of 17.8% in the turnover has assisted the reduction in this loss.

Future developments

The directors are expecting to improve on the current level of business with positive signs of improvements in our core markets. The negative impact of the uncertainties of Brexit in the past couple of years is forecast to continue but not worsen.

Strategic Report
for the year ended 30 September 2018

PRINCIPAL RISKS AND UNCERTAINTIES

Financial Risk Management Policy

The company's principal financial instruments comprise cash and loans. Other financial assets and liabilities, such as trade creditors and trade debtors arise directly from the company's operating activities.

The main risks associated with the company's financial assets and liabilities are set out below. Given that the majority of risks below are not considered significant and derive from normal trading activities, the company does not undertake any hedging activity. Significant financial risks are addressed on a case-by-case basis as and if they arise.

Interest rate risk

The company borrows using variable rate debt. The company is exposed to cash flow interest rate risk, but there is opportunity for the company to enjoy a reduction in borrowing costs in markets where rates are falling. In contrast, floating rate borrowings are exposed to cash flow risk as costs increase if market rates rise.

Price Risk

The company does not deem the exposure to price changes in raw materials to be significant enough to consider hedging the cost of the materials.

Credit Risk

Company policies are aimed at minimizing such losses and require that deferred terms are only granted to customers who demonstrate appropriate credit worthiness. The company aims to maintain tight control of credit limits and cash collection targets in the future following some recent bad debt experience.

Liquidity Risk

The company aims to mitigate liquidity risk by managing cash generated by its operations. Capital expenditure is approved by the directors. Flexibility is maintained by retaining surplus cash in readily accessible bank deposit accounts.

Foreign Currency Risk

The Company's principal transactions in foreign currency arise directly from operating activities. The main risk arises from movements in the Danish Kroner, Euro and Euro related exchange rates. The company does not consider the risk to be of such significance to warrant any hedging activity.

ON BEHALF OF THE BOARD:



I Pearson - Director

18 June 2019

**Report of the Directors
for the year ended 30 September 2018**

The directors present their report with the financial statements of the company for the year ended 30 September 2018.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of the manufacture of finned tube heat exchangers

DIVIDENDS

No dividends will be distributed for the year ended 30 September 2018.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 October 2017 to the date of this report.

A G Thomsen
I Pearson
S J Barnes
D Hill
K Tumilty

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Strategic Report, the Report of the Directors and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

**Report of the Directors
for the year ended 30 September 2018**

AUDITORS

The auditors, TTR Barnes Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:

A handwritten signature in black ink, appearing to read 'I Pearson', with a stylized flourish at the end.

I Pearson - Director

18 June 2019

**Report of the Independent Auditors to the Members of
Thermal Transfer Technology Limited**

Opinion

We have audited the financial statements of Thermal Transfer Technology Limited (the 'company') for the year ended 30 September 2018 which comprise the Statement of Income and Retained Earnings, Statement of Financial Position, Statement of Cash Flows and Notes to the Statement of Cash Flows, Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 30 September 2018 and of its loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The directors are responsible for the other information. The other information comprises the information in the Strategic Report and the Report of the Directors, but does not include the financial statements and our Report of the Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Strategic Report and the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic Report and the Report of the Directors have been prepared in accordance with applicable legal requirements.

**Report of the Independent Auditors to the Members of
Thermal Transfer Technology Limited**

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Strategic Report or the Report of the Directors.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of directors

As explained more fully in the Statement of Directors' Responsibilities set out on page four, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

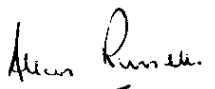
Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Auditors.

Use of our report

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in a Report of the Auditors and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

 *Allan Russell - TTR Barnes Limited*

Allan Russell (Senior Statutory Auditor)
for and on behalf of TTR Barnes Limited
Chartered Accountants and Statutory Auditors
3-5 Grange Terrace
Stockton Road
Sunderland
Tyne & Wear
SR2 7DG

19 June 2019

Statement of Income and Retained Earnings
for the year ended 30 September 2018

	Notes	2018 £	2017 £
TURNOVER	3	8,030,690	6,813,711
Cost of sales		6,356,571	5,094,897
GROSS PROFIT		1,674,119	1,718,814
Distribution costs		335,669	255,290
Administrative expenses		1,515,893	1,732,265
		1,851,562	1,987,555
OPERATING LOSS	5	(177,443)	(268,741)
Interest receivable and similar income		37,241	1,507
		(140,202)	(267,234)
Interest payable and similar expenses	7	12,224	2,875
LOSS BEFORE TAXATION		(152,426)	(270,109)
Tax on loss	8	16,295	76,608
LOSS FOR THE FINANCIAL YEAR		(168,721)	(346,717)
Retained earnings at beginning of year		2,686,247	3,532,964
Dividends	9	-	(500,000)
RETAINED EARNINGS AT END OF YEAR		2,517,526	2,686,247

Statement of Financial Position
30 September 2018

	Notes	2018 £	2017 £
FIXED ASSETS			
Tangible assets	10	1,468,919	1,450,516
Investments	11	300	300
		<u>1,469,219</u>	<u>1,450,816</u>
CURRENT ASSETS			
Stocks	12	1,259,501	1,013,806
Debtors	13	2,364,882	2,208,850
Cash at bank and in hand		330,431	638,868
		<u>3,954,814</u>	<u>3,861,524</u>
CREDITORS			
Amounts falling due within one year	14	<u>1,561,760</u>	<u>1,318,936</u>
NET CURRENT ASSETS		<u>2,393,054</u>	<u>2,542,588</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>3,862,273</u>	<u>3,993,404</u>
PROVISIONS FOR LIABILITIES	17	<u>129,439</u>	<u>91,849</u>
NET ASSETS		<u><u>3,732,834</u></u>	<u><u>3,901,555</u></u>
CAPITAL AND RESERVES			
Called up share capital	18	1,215,308	1,215,308
Retained earnings	19	<u>2,517,526</u>	<u>2,686,247</u>
SHAREHOLDERS' FUNDS		<u><u>3,732,834</u></u>	<u><u>3,901,555</u></u>

The financial statements were approved by the Board of Directors on 18 June 2019 and were signed on its behalf by:



I Pearson - Director

Statement of Cash Flows
for the year ended 30 September 2018

	Notes	2018 £	2017 £
Cash flows from operating activities			
Cash generated from operations	1	(30,612)	(129,196)
Interest paid		(12,224)	(2,875)
Tax paid		(71,462)	(34,096)
Net cash from operating activities		<u>(114,298)</u>	<u>(166,167)</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(215,493)	(79,895)
Sale of tangible fixed assets		1,500	11,401
Interest received		37,241	1,507
Net cash from investing activities		<u>(176,752)</u>	<u>(66,987)</u>
Cash flows from financing activities			
New loans in year		-	100,000
Amount introduced by directors		1,288	-
Amount withdrawn by directors		(18,675)	-
Equity dividends paid		-	(500,000)
Net cash from financing activities		<u>(17,387)</u>	<u>(400,000)</u>
Decrease in cash and cash equivalents		<u>(308,437)</u>	<u>(633,154)</u>
Cash and cash equivalents at beginning of year	2	638,868	1,272,022
Cash and cash equivalents at end of year	2	<u><u>330,431</u></u>	<u><u>638,868</u></u>

The notes form part of these financial statements

Notes to the Statement of Cash Flows
for the year ended 30 September 2018

1. RECONCILIATION OF LOSS BEFORE TAXATION TO CASH GENERATED FROM OPERATIONS

	2018	2017
	£	£
Loss before taxation	(152,426)	(270,109)
Depreciation charges	194,207	194,106
Loss/(profit) on disposal of fixed assets	1,383	(11,401)
Finance costs	12,224	2,875
Finance income	(37,241)	(1,507)
	<u>18,147</u>	<u>(86,036)</u>
Increase in stocks	(245,695)	(81,235)
Increase in trade and other debtors	(115,360)	(458,275)
Increase in trade and other creditors	312,296	496,350
	<u>(30,612)</u>	<u>(129,196)</u>

2. CASH AND CASH EQUIVALENTS

The amounts disclosed on the Statement of Cash Flows in respect of cash and cash equivalents are in respect of these Statement of Financial Position amounts:

Year ended 30 September 2018

	30/9/18	1/10/17
	£	£
Cash and cash equivalents	<u>330,431</u>	<u>638,868</u>

Year ended 30 September 2017

	30/9/17	1/10/16
	£	£
Cash and cash equivalents	<u>638,868</u>	<u>1,272,022</u>

3. ANALYSIS OF CHANGES IN NET FUNDS

	At 1/10/17	Cash flow	At 30/9/18
	£	£	£
Net cash			
Cash at bank and in hand	<u>638,868</u>	<u>(308,437)</u>	<u>330,431</u>
	<u>638,868</u>	<u>(308,437)</u>	<u>330,431</u>
Debt			
Debts falling due within 1 year	<u>(100,000)</u>	<u>-</u>	<u>(100,000)</u>
	<u>(100,000)</u>	<u>-</u>	<u>(100,000)</u>
Total	<u>538,868</u>	<u>(308,437)</u>	<u>230,431</u>

Notes to the Financial Statements
for the year ended 30 September 2018

1. **STATUTORY INFORMATION**

Thermal Transfer Technology Limited is a private company, limited by shares, registered in Not specified/Other. 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 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.

The financial statements have been prepared on a going concern basis which assumes the company will continue in operational existence for the foreseeable future and meet its liabilities as they fall due.

Preparation of consolidated financial statements

The financial statements contain information about Thermal Transfer Technology Ltd as an individual company and do not contain consolidated financial information. The company have not prepared group financial statements on the grounds that it's subsidiary undertakings have not traded and are immaterial to the group.

Related party exemption

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

Significant judgements and estimates

The preparation of the Company's financial statements requires management to make judgements estimates and assumptions that affect the amounts reported for assets and liabilities at the balance sheet date and the amounts reported for revenues and expenses during the period.

However, the nature of the estimation means that actual outcomes could differ from those estimates.

None of the judgements or estimates have a significant effect on the financial statements.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off the cost less estimated residual value of each asset over its estimated useful life.

Freehold property	- Straight line over 40 years
Plant and machinery	- Straight line over 10 years
Fixtures and fittings	- Straight line over 10 years
Motor vehicles	- Straight line over 5 years
Computer equipment	- Straight line over 5 years

Freehold land is not subject to depreciation.

The carrying values of fixed assets are reviewed for impairment in periods if events or changes in circumstances indicate the carrying value may not be recoverable. The directors do not consider that there are any indicators of impairment in any of the company's tangible fixed assets in the current year.

Investments in subsidiaries

Investments in subsidiary undertakings are recognised at cost.

Notes to the Financial Statements - continued
for the year ended 30 September 2018

2. ACCOUNTING POLICIES - continued

Stocks

Stocks are stated at the lower of cost and net realisable value. Cost includes all costs incurred in bringing each product to its present location and condition as follows:

Raw materials and goods for resale - Purchase cost on a first-in, first-out basis

Work in progress - cost of direct materials and labour plus attributable overheads based on a normal level of activity.

Net realisable value is based on estimated selling price less any further costs expected to be incurred to completion and disposal.

Financial instruments

The company only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are recognised at transaction value and subsequently measured at their settlement value.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, 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 statement of financial position date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the statement of financial position 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.

Research and development

Expenditure on research and development is written off in the year in which it is incurred.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the statement of financial position date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Hire purchase and leasing commitments

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

Pension costs and other post-retirement benefits

The company contributes to private pension schemes for its directors and employees. Contributions are charged to the income statement as they become payable in accordance with the rules of the schemes.

Notes to the Financial Statements - continued
for the year ended 30 September 2018

2. ACCOUNTING POLICIES - continued

Warranty provision

The company makes a provision where necessary in respect of expected warranty costs on products sold during the past year. It is expected that most of these costs will be incurred in the next financial year.

Cash and cash equivalents

Cash and cash equivalents in the statement of financial position comprise of cash at bank and in hand and short term deposits with an original maturity date of three months or less.

Short term debtors and creditors

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the income statement in operating expenses.

3. TURNOVER

The turnover and loss before taxation are attributable to the one principal activity of the company.

An analysis of turnover by geographical market is given below:

	2018 £	2017 £
United Kingdom	6,039,614	4,906,271
Europe	1,991,076	1,886,920
Rest of the world	-	20,520
	<u>8,030,690</u>	<u>6,813,711</u>

Turnover, which is stated net of value added tax, represents amounts invoiced to third parties and is usually recognised on delivery of goods.

Turnover in relation to titanium contracts is invoiced in stages as follows:

- 25% invoiced in advance based on approval of contract documentation
- 25% invoiced on acceptance of product testing
- 40% invoiced upon delivery of goods
- 10% invoiced on final completion

Turnover is recognised in the income statements on contracts as contract activity progresses and the company earns the right to consideration for performance achieved.

The turnover and pre-tax profit is attributable to one continuing activity, the manufacture of finned tube heat exchanges.

4. EMPLOYEES AND DIRECTORS

	2018 £	2017 £
Wages and salaries	2,346,654	1,939,729
Social security costs	14,411	-
Other pension costs	58,457	73,312
	<u>2,419,522</u>	<u>2,013,041</u>

Notes to the Financial Statements - continued
for the year ended 30 September 2018

4. EMPLOYEES AND DIRECTORS - continued

The average number of employees during the year was as follows:

	2018	2017
Management, sales and administration	23	22
Manufacturing	76	73
	<u>99</u>	<u>95</u>

	2018 £	2017 £
Directors' remuneration	350,307	286,343
Directors' pension contributions to money purchase schemes	<u>31,759</u>	<u>31,759</u>

The number of directors to whom retirement benefits were accruing was as follows:

Money purchase schemes	<u>4</u>	<u>4</u>
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Information regarding the highest paid director is as follows:

	2018 £	2017 £
Emoluments etc	133,034	116,674
Pension contributions to money purchase schemes	<u>18,000</u>	<u>18,000</u>

5. OPERATING LOSS

The operating loss is stated after charging/(crediting):

	2018 £	2017 £
Other operating leases	16,800	16,800
Depreciation - owned assets	194,207	194,106
Loss/(profit) on disposal of fixed assets	1,383	(11,401)
Auditors' remuneration	11,000	15,000
Auditors' remuneration for non audit work	700	8,270
Foreign exchange differences	<u>27,233</u>	<u>(24,051)</u>

6. EXCEPTIONAL ITEMS

	2018 £	2017 £
Exceptional items	<u>-</u>	<u>(619,540)</u>

On 17th November 2017 Frigortek Cooling Systems ApS was placed in administration. The directors do not envisage any repayment of outstanding balances which have therefore been fully provided for in the financial statements accordingly.

7. INTEREST PAYABLE AND SIMILAR EXPENSES

	2018 £	2017 £
Loan	<u>12,224</u>	<u>2,875</u>

Notes to the Financial Statements - continued
for the year ended 30 September 2018

8. TAXATION

Analysis of the tax charge

The tax charge on the loss for the year was as follows:

	2018 £	2017 £
Current tax:		
UK corporation tax	(21,295)	75,541
Under/(over) in prior years	-	22,733
	<u>(21,295)</u>	<u>98,274</u>
Total current tax	(21,295)	98,274
Deferred tax	37,590	(21,666)
	<u>37,590</u>	<u>(21,666)</u>
Tax on loss	<u>16,295</u>	<u>76,608</u>

Reconciliation of total tax charge included in profit and loss

The tax assessed for the year is higher than the standard rate of corporation tax in the UK. The difference is explained below:

	2018 £	2017 £
Loss before tax	<u>(152,426)</u>	<u>(270,109)</u>
Loss multiplied by the standard rate of corporation tax in the UK of 19% (2017 - 19.500%)	(28,961)	(52,671)
Effects of:		
Expenses not deductible for tax purposes	16,224	13,028
Capital allowances in excess of depreciation	(8,013)	-
Adjustments to tax charge in respect of previous periods	-	5,759
Tax rate change	(545)	690
Provision against related party debt	-	109,802
Deferred tax	37,590	-
	<u>37,590</u>	<u>-</u>
Total tax charge	<u>16,295</u>	<u>76,608</u>

9. DIVIDENDS

	2018 £	2017 £
Ordinary shares of £1 each		
Dividends	-	500,000
	<u>-</u>	<u>500,000</u>

Notes to the Financial Statements - continued
for the year ended 30 September 2018

10. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Fixtures and fittings £
COST			
At 1 October 2017	2,148,548	2,773,526	171,289
Additions	-	195,623	-
Disposals	-	(8,906)	(6,524)
At 30 September 2018	2,148,548	2,960,243	164,765
DEPRECIATION			
At 1 October 2017	1,484,900	2,097,350	121,451
Charge for year	55,373	115,888	5,932
Eliminated on disposal	-	(8,906)	(6,524)
At 30 September 2018	1,540,273	2,204,332	120,859
NET BOOK VALUE			
At 30 September 2018	608,275	755,911	43,906
At 30 September 2017	663,648	676,176	49,838
	Motor vehicles £	Computer equipment £	Totals £
COST			
At 1 October 2017	55,752	86,534	5,235,649
Additions	-	19,870	215,493
Disposals	(7,000)	(13,915)	(36,345)
At 30 September 2018	48,752	92,489	5,414,797
DEPRECIATION			
At 1 October 2017	14,208	67,224	3,785,133
Charge for year	10,429	6,585	194,207
Eliminated on disposal	(4,117)	(13,915)	(33,462)
At 30 September 2018	20,520	59,894	3,945,878
NET BOOK VALUE			
At 30 September 2018	28,232	32,595	1,468,919
At 30 September 2017	41,544	19,310	1,450,516

Included in cost of land and buildings is freehold land of £64,494 (2017 - £64,494) which is not depreciated.

Notes to the Financial Statements - continued
for the year ended 30 September 2018

11. **FIXED ASSET INVESTMENTS**

	Shares in group undertakings £
COST	
At 1 October 2017 and 30 September 2018	300
NET BOOK VALUE	
At 30 September 2018	300
At 30 September 2017	300

The company owns 100% of the issued share capital of Stylecall Limited, 3T Coils Limited, and Thermal Transfer Limited, all unquoted dormant companies registered in England and Wales.

The company previously held 89% of the issued share capital of Frigortek Cooling Systems ApS for a negligible amount. Frigortek Cooling Systems ApS went into liquidation in 2017 and the company has written off all balances owed (note 4).

12. **STOCKS**

	2018 £	2017 £
Stocks	1,259,501	1,013,806

The company held stock on a consignment basis at 30 September 2018 with a cost of £43,417 (2017: £32,145) which is not included in the balance sheet and not invoiced by the supplier until brought into use.

13. **DEBTORS**

	2018 £	2017 £
Amounts falling due within one year:		
Trade debtors	1,958,178	1,913,616
Other debtors	15,851	17,643
Directors' loan accounts	169,205	151,818
Tax	21,295	-
Prepayments	187,000	114,410
	2,351,529	2,197,487
Amounts falling due after more than one year:		
Tax	13,353	11,363
Aggregate amounts	2,364,882	2,208,850

Notes to the Financial Statements - continued
for the year ended 30 September 2018

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018	2017
	£	£
Other loans (see note 15)	100,000	100,000
Trade creditors	1,134,350	996,462
Tax	6,069	75,541
Social security and other taxes	144,392	117,274
Other creditors	5,214	-
Deferred income	138,000	-
Accrued expenses	33,735	29,659
	<u>1,561,760</u>	<u>1,318,936</u>

15. LOANS

An analysis of the maturity of loans is given below:

	2018	2017
	£	£
Amounts falling due within one year or on demand:		
Other loans	<u>100,000</u>	<u>100,000</u>

Included within other loans repayable within one year other than by installments is a £100,000 loan from Tadora Holdings Limited, a company which holds a minority interest in the share capital of the company. There are no terms as to repayment of this balance which is unsecured and interest is accruing quarterly at a rate of 11% per annum. Interest charged in respect of the year is £11,500 (2017: £2,875).

16. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2018	2017
	£	£
Within one year	8,240	-
Between one and five years	-	12,970
	<u>8,240</u>	<u>12,970</u>

17. PROVISIONS FOR LIABILITIES

	2018	2017
	£	£
Deferred tax		
Accelerated capital allowances	<u>129,439</u>	<u>91,849</u>
		Deferred tax
		£
Balance at 1 October 2017		91,849
Provided during year		<u>37,590</u>
Balance at 30 September 2018		<u>129,439</u>

Notes to the Financial Statements - continued
for the year ended 30 September 2018

18. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:		Nominal value:	2018	2017
Number:	Class:		£	£
1,000	Ordinary	£1	1,000	1,000
1,214,308	Preference	£1	1,214,308	1,214,308
			<u>1,215,308</u>	<u>1,215,308</u>

19. RESERVES

	Retained earnings £
At 1 October 2017	2,686,247
Deficit for the year	(168,721)
At 30 September 2018	<u>2,517,526</u>

20. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

The following advances and credits to directors subsisted during the years ended 30 September 2018 and 30 September 2017:

	2018 £	2017 £
A G Thomsen		
Balance outstanding at start of year	49,429	29,577
Amounts advanced	25,527	19,852
Amounts repaid	(6,852)	-
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>68,104</u>	<u>49,429</u>
I Pearson		
Balance outstanding at start of year	3,217	3,428
Amounts advanced	1,941	-
Amounts repaid	(2,140)	(211)
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>3,018</u>	<u>3,217</u>
S J Barnes		
Balance outstanding at start of year	4,130	4,064
Amounts advanced	3,678	66
Amounts repaid	(4,070)	-
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>3,738</u>	<u>4,130</u>

Notes to the Financial Statements - continued
for the year ended 30 September 2018

20. **DIRECTORS' ADVANCES, CREDITS AND GUARANTEES - continued**

D Hill

Balance outstanding at start of year	432	832
Amounts advanced	307	-
Amounts repaid	(520)	(400)
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>219</u>	<u>432</u>

K Tumilty

Balance outstanding at start of year	94,610	-
Amounts advanced	36	94,610
Amounts repaid	(520)	-
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>94,126</u>	<u>94,610</u>

There are no terms agreed in respect of interest or repayment on these loans.

21. **RELATED PARTY DISCLOSURES**

During the year, the company entered into sales transactions totalling Nil (2017: £248,279) with Frigortek Cooling Systems ApS, a company of which Thermal Transfer Technology Ltd held 89% of the share capital until the entities liquidation on 17th November 2017.

22. **ULTIMATE CONTROLLING PARTY**

The parent company by virtue of its interest in the share capital of the company, is Three-T Jersey Limited, a company incorporated in Jersey. The ultimate parent company and controlling interest by virtue of its interest in the share capital of the parent company, is RBC Trust Company (International) Limited, a Jersey resident trust.



Companies House

COMPANY NAME: THERMAL TRANSFER TECHNOLOGY
LIMITED

COMPANY NUMBER: 02754482

**Pages containing unnecessary material in the accounts were
administratively removed from the public register on 24/07/2019.**