

CLEARWATER PLUMBING & HEATING LIMITED

Unaudited financial statements

30th June 2017



A.W. Fenn & Co
Chartered Certified Accountants

Essex, SS17 9AA

CLEARWATER PLUMBING & HEATING LIMITED

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CLEARWATER PLUMBING & HEATING LIMITED

Directors and other information

Directors	Mr P.J. Smith Mrs L.M. Smith
Company number	05152089
Registered office	15 Lampits Hill Corringham Essex SS17 9AA
Business address	26 Archates Avenue Chafford Hundred Grays Essex RM16 6QS
Accountants	A.W. Fenn & Co 15 Lampits Hill Corringham Essex SS17 9AA
Bankers	Bank of Scotland The Mound Edinburgh Scotland EH1 1YZ

CLEARWATER PLUMBING & HEATING LIMITED

Directors report Year ended 30th June 2017

The directors present their report and the unaudited financial statements of the company for the year ended 30th June 2017.

Directors


The directors who served the company during the year were as follows:

Mr P.J. Smith
Mrs L.M. Smith

Small company provisions

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

This report was approved by the board of directors on 17/11/2017 and signed on behalf of the board by:



Mr P.J. Smith
Director

CLEARWATER PLUMBING & HEATING LIMITED

**Report to the board of directors on the preparation of the
unaudited statutory financial statements of CLEARWATER PLUMBING & HEATING LIMITED
Year ended 30th June 2017**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of CLEARWATER PLUMBING & HEATING LIMITED for the year ended 30th June 2017 which comprise the statement of income and retained earnings, statement of financial position and related notes from the company's accounting records and from information and explanations you have given us.

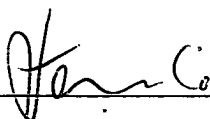
As a practising member firm of the Association of Chartered Certified Accountants, we are subject to its ethical and other professional requirements which are detailed at <http://www.accaglobal.com/en/member/professional-standards/rules-standards/acca-rulebook.html>.

This report is made solely to the board of directors of CLEARWATER PLUMBING & HEATING LIMITED, as a body, in accordance with the terms of our engagement letter dated November 2017. Our work has been undertaken solely to prepare for your approval the financial statements of CLEARWATER PLUMBING & HEATING LIMITED and state those matters that we have agreed to state to the board of directors of CLEARWATER PLUMBING & HEATING LIMITED as a body, in this report in accordance with the requirements of the Association of Chartered Certified Accountants as detailed at <http://www.accaglobal.com/uk/en/technical-activities/technical-resources-search/2009/october/factsheet-163-audit-exempt-companies.html>. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than CLEARWATER PLUMBING & HEATING LIMITED and its board of directors as a body for our work or for this report.

It is your duty to ensure that CLEARWATER PLUMBING & HEATING 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 CLEARWATER PLUMBING & HEATING LIMITED. You consider that CLEARWATER PLUMBING & HEATING 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 CLEARWATER PLUMBING & HEATING 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.

Signed: _____



A.W. Fenn & Co
Chartered Certified Accountants

15 Lampits Hill
Corringham
Essex
SS17 9AA

Dated: 20/11/2017

CLEARWATER PLUMBING & HEATING LIMITED

**Statement of income and retained earnings
Year ended 30th June 2017**

	Note	2017 £	2016 £
Turnover		310,643	233,303
Cost of sales		(210,861)	(132,658)
Gross profit		<u>99,782</u>	<u>100,645</u>
Administrative expenses		(88,277)	(63,271)
Operating profit		<u>11,505</u>	<u>37,374</u>
Other interest receivable and similar income		1	-
Interest payable and similar expenses		(2,338)	(1,287)
Profit before taxation	5	<u>9,168</u>	<u>36,087</u>
Tax on profit	6	(1,719)	(7,218)
Profit for the financial year and total comprehensive income		<u><u>7,449</u></u>	<u><u>28,869</u></u>
Dividends declared and paid or payable during the year		(9,994)	(25,048)
Retained earnings at the start of the year		<u>(30,919)</u>	<u>(34,740)</u>
Retained earnings at the end of the year		<u><u>(33,464)</u></u>	<u><u>(30,919)</u></u>

All the activities of the company are from continuing operations.

The notes on pages 8 to 13 form part of these financial statements.

CLEARWATER PLUMBING & HEATING LIMITED

Statement of financial position 30th June 2017

	Note	2017 £	£	2016 £	£
Fixed assets					
Tangible assets	7	41,961		20,879	
			41,961		20,879
Current assets					
Stocks		1,675		2,050	
Debtors	8	6,532		17,074	
Cash at bank and in hand		5,506		37	
		13,713		19,161	
Creditors: amounts falling due within one year	9	(64,895)		(56,866)	
Net current liabilities			(51,182)		(37,705)
Total assets less current liabilities			(9,221)		(16,826)
Creditors: amounts falling due after more than one year	10		(22,049)		(9,961)
Provisions for liabilities	11		(2,192)		(4,130)
Net liabilities			(33,462)		(30,917)
Capital and reserves					
Called up share capital	13		2		2
Profit and loss account			(33,464)		(30,919)
Shareholders deficit			(33,462)		(30,917)

For the year ending 30th June 2017 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors responsibilities:

- The shareholders have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

The notes on pages 8 to 13 form part of these financial statements.

CLEARWATER PLUMBING & HEATING LIMITED

Statement of financial position (continued)
30th June 2017

These financial statements were approved by the board of directors and authorised for issue on 17/11/2017, and are signed on behalf of the board by:



Mr P.J. Smith
Director

Company registration number: 05152089

The notes on pages 8 to 13 form part of these financial statements.

CLEARWATER PLUMBING & HEATING LIMITED

Notes to the financial statements Year ended 30th June 2017

1. General information

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is 15 Lampits Hill, Corringham, Essex, SS17 9AA.

2. Statement of compliance

These financial statements have been prepared in compliance with the provisions of FRS 102, Section 1A, 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through profit or loss.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Turnover

Turnover is measured at the fair value of the consideration received or receivable for goods supplied and services rendered, net of discounts and Value Added Tax.

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership have transferred to the buyer, usually on despatch of the goods; the amount of revenue can be measured reliably; it is probable that the associated economic benefits will flow to the entity and the costs incurred or to be incurred in respect of the transactions can be measured reliably.

Taxation

The taxation expense represents the aggregate amount of current and deferred tax recognised in the reporting period. Tax is recognised in the statement of comprehensive income, except to the extent that it relates to items recognised in other comprehensive income or directly in capital and reserves. In this case, tax is recognised in other comprehensive income or directly in capital and reserves, respectively.

Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts of tax expected to pay or recover using the tax rates and laws that have been enacted or substantively enacted at the reporting date.

Deferred tax is recognised in respect of all timing differences at the reporting date. Unrelieved tax losses and other 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. Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date that are expected to apply to the reversal of the timing difference.

Operating leases

Lease payments are recognised as an expense over the lease term on a straight-line basis. The aggregate benefit of lease incentives is recognised as a reduction to expense over the lease term, on a straight-line basis.

CLEARWATER PLUMBING & HEATING LIMITED

Notes to the financial statements (continued) Year ended 30th June 2017

Tangible assets

Tangible assets are initially recorded at cost, and are subsequently stated at cost less any accumulated depreciation and impairment losses.

Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other comprehensive income and accumulated in capital and reserves, except to the extent it reverses a revaluation decrease of the same asset previously recognised in profit or loss. A decrease in the carrying amount of an asset as a result of revaluation is recognised in other comprehensive income to the extent of any previously recognised revaluation increase accumulated in capital and reserves in respect of that asset. Where a revaluation decrease exceeds the accumulated revaluation gains accumulated in capital and reserves in respect of that asset, the excess shall be recognised in profit or loss.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Fittings fixtures and equipment	- 25%	reducing balance
Motor vehicles	- 25%	reducing balance

If there is an indication that there has been a significant change in depreciation rate, useful life or residual value of tangible assets, the depreciation is revised prospectively to reflect the new estimates.

Impairment

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

When it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that are largely independent of the cash inflows from other assets or groups of assets.

Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stocks to their present location and condition.

Provisions

Provisions are recognised when the entity has an obligation at the reporting date as a result of a past event; it is probable that the entity will be required to transfer economic benefits in settlement and the amount of the obligation can be estimated reliably. Provisions are recognised as a liability in the statement of financial position and the amount of the provision as an expense.

Provisions are initially measured at the best estimate of the amount required to settle the obligation at the reporting date and subsequently reviewed at each reporting date and adjusted to reflect the current best estimate of the amount that would be required to settle the obligation. Any adjustments to the amounts previously recognised are recognised in profit or loss unless the provision was originally recognised as part of the cost of an asset. When a provision is measured at the present value of the amount expected to be required to settle the obligation, the unwinding of the discount is recognised in finance costs in profit or loss in the period it arises.

CLEARWATER PLUMBING & HEATING LIMITED

Notes to the financial statements (continued)

Year ended 30th June 2017

Financial instruments

A financial asset or a financial liability is recognised only when the company becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the transaction price, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Debt instruments are subsequently measured at amortised cost.

Where investments in non-convertible preference shares and non-puttable ordinary shares or preference shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in profit or loss. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in profit or loss, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised in profit or loss immediately.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets or either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised in profit or loss immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

4. Staff costs

The average number of persons employed by the company during the year, including the directors was 3 (2016: 3).

5. Profit before taxation

Profit before taxation is stated after charging/(crediting):

	2017	2016
	£	£
Depreciation of tangible assets	13,987	6,960

CLEARWATER PLUMBING & HEATING LIMITED

Notes to the financial statements (continued) Year ended 30th June 2017

6. Tax on profit

Major components of tax expense

	2017 £	2016 £
Current tax:		
UK current tax expense	3,657	5,099
Deferred tax:		
Origination and reversal of timing differences	(1,938)	2,119
Tax on profit	<u>1,719</u>	<u>7,218</u>

Reconciliation of tax expense

The tax assessed on the profit for the year is lower than (2016: higher than) the standard rate of corporation tax in the UK of 20.00% (2016: 20.00%).

	2017 £	2016 £
Profit before taxation	<u>9,168</u>	<u>36,087</u>
Profit multiplied by rate of tax	1,834	7,217
Effect of expenses not deductible for tax purposes	-	1
Effect of capital allowances and depreciation	3,807	-
Adjustment for lower/higher tax rate	(46)	-
Tax on profit	<u>5,595</u>	<u>7,218</u>

7. Tangible assets

	Fixtures, fittings and equipment £	Motor vehicles £	Total £
Cost			
At 1st July 2016	12,039	38,077	50,116
Additions	2,490	33,075	35,565
Disposals	-	(3,706)	(3,706)
At 30th June 2017	<u>14,529</u>	<u>67,446</u>	<u>81,975</u>
Depreciation			
At 1st July 2016	8,385	20,852	29,237
Charge for the year	1,536	12,451	13,987
Disposals	-	(3,210)	(3,210)
At 30th June 2017	<u>9,921</u>	<u>30,093</u>	<u>40,014</u>
Carrying amount			
At 30th June 2017	<u>4,608</u>	<u>37,353</u>	<u>41,961</u>
At 30th June 2016	<u>3,654</u>	<u>17,225</u>	<u>20,879</u>

CLEARWATER PLUMBING & HEATING LIMITED

Notes to the financial statements (continued) Year ended 30th June 2017

Obligations under finance leases

Included within the carrying value of tangible assets are the following amounts relating to assets held under finance leases or hire purchase agreements:

Motor
vehicles

At 30th June 2017	£ 37,353
At 30th June 2016	<u>16,729</u>

8. Debtors

	2017	2016
	£	£
Trade debtors	<u>6,532</u>	<u>17,074</u>

9. Creditors: amounts falling due within one year

	2017	2016
	£	£
Bank loans and overdrafts	-	4,308
Trade creditors	12,053	15,701
Corporation tax	3,657	5,099
Social security and other taxes	8,656	5,607
Other creditors	40,529	26,151
	<u>64,895</u>	<u>56,866</u>

10. Creditors: amounts falling due after more than one year

	2017	2016
	£	£
Other creditors	<u>22,049</u>	<u>9,961</u>

11. Provisions

	Deferred tax (note 12)	Total
	£	£
At 1st July 2016	4,130	4,130
Charges against provisions	(1,938)	(1,938)
At 30th June 2017	<u>2,192</u>	<u>2,192</u>

CLEARWATER PLUMBING & HEATING LIMITED

Notes to the financial statements (continued) Year ended 30th June 2017

12. Deferred tax

The deferred tax included in the statement of financial position is as follows:

	2017	2016
	£	£
Included in provisions (note 11)	2,192	4,130

The deferred tax account consists of the tax effect of timing differences in respect of:

	2017	2016
	£	£
Accelerated capital allowances	2,191	4,130

13. Called up share capital Issued, called up and fully paid

	2017		2016	
	No	£	No	£
Ordinary shares of £ 1.00 each	2	2	2	2

14. Operating leases

The company as lessee

The total future minimum lease payments under non-cancellable operating leases are as follows:

	2017	2016
	£	£
Not later than 1 year	390	389
Later than 1 year and not later than 5 years	130	519
	520	908

15. Related party transactions

The company paid dividends totalling £9,994 (2015 £25,048) during this year, the directors receive dividends.

16. Controlling party

The company is controlled by its directors Mrs L. Smith and Mr P. Smith