MINI HEAT LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2003

COMPANY NO 00957521 (ENGLAND AND WALES)



A35
COMPANIES HOUSE
0693
21/11/03

MINI HEAT LIMITED

COMPANY INFORMATION

DIRECTORS:	P MORRISON D TYSON
SECRETARY:	P MORRISON
COMPANY NUMBER:	00957521 (England and Wales)
REGISTERED OFFICE:	2 DEVONSHIRE PLACE KENTS BANK ROAD GRANGE OVER SANDS CUMBRIA LA11 7HD

MINI HEAT LIMITED

CONTENTS

	PAGE
DIRECTORS' REPORT	1
ACCOUNTANTS' REPORT	2
PROFIT & LOSS ACCOUNT	3
BALANCE SHEET	4-5
NOTES TO THE FINANCIAL STATEMENTS	6-10

The following page does not form part of the statutory accounts:

TRADING AND PROFIT AND LOSS ACCOUNT	11

MINI HEAT LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31ST MARCH 2003

The Directors present their report and the financial statements for the year ended 31st March 2003.

PRINCIPAL ACTIVITY

The company's principal activity continues to be plumbing and heating engineers.

DIRECTORS

The Directors at 31st March 2003 and their interests in the share capital of the company were as follows:

	At 31st March 2003	At 1st April 2002
	Ordinary Shares	Ordinary Shares
P MORRISON	5	5
D TYSON	42	42

SMALL COMPANY RULES

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

This Report was approved by the Board on 31-10-03 and signed on its behalf.

P Morrison ..... DIRECTOR (P MORRISON)

MINI HEAT LIMITED

ACCOUNTANTS' REPORT TO THE DIRECTORS

FOR THE YEAR ENDED 31ST MARCH 2003

As described on the balance sheet you are responsible for the preparation of the accounts for the year ended 31st March 2003, set out on pages 3 to 11, and you consider that the company is exempt from an audit and a report under Section 249A(1) of the Companies Act 1985. In accordance with your instructions, we have compiled these unaudited accounts in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.

Lynn Garth
Gillinggate
Kendal
Cumbria LA9 4JB

Jackson & Graham

Jackson & Graham
Chartered Accountants

Date: 13/11/03

MINI HEAT LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2003

	Notes	2003 £	2002 £
TURNOVER	1, 2	186156	187007
Cost of Sales		(109205)	(120034)
GROSS PROFIT		76951	66973
Administrative expenses		(56604)	(56880)
OPERATING PROFIT	3	20347	10093
Loss on disposal of tangible fixed assets		(1788)	-
Other Income		25	40
PROFIT ON ORDINARY ACTIVITIES BEFORE INTEREST		18584	10133
Interest payable		(1475)	(1770)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		17109	8363
Taxation on profit on ordinary activities	4	(2054)	(876)
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		15055	7487
Dividends:		(15000)	-
RETAINED PROFIT FOR YEAR		55	7487
RETAINED PROFIT BROUGHT FORWARD		29984	22497
RETAINED PROFIT CARRIED FORWARD		30039	29984

The notes on pages 6 to 10 form part of these financial statements.

MINI HEAT LIMITED

BALANCE SHEET AS AT 31ST MARCH 2003

	Notes	2003		2002	
		£	£	£	£
FIXED ASSETS					
Tangible assets	5		26930		29673
CURRENT ASSETS					
Stocks & Work in Progress		25546		23878	
Debtors & Prepayments	6	15900		23975	
Cash at bank and in hand		12		54	
		41458		47907	
CREDITORS: amounts falling due within one year	7	32999		42196	
NET CURRENT ASSETS			8459		5711
TOTAL ASSETS LESS CURRENT LIABILITIES			35389		35384
PROVISIONS FOR LIABILITIES AND CHARGES					
Deferred taxation	8		50		-
NET ASSETS			35439		35384
CAPITAL AND RESERVES					
Called up share capital	9		500		500
Other Reserves			4900		4900
Profit and Loss account			30039		29984
SHAREHOLDERS' FUNDS			35439		35384

The notes on pages 6 to 10 form part of these financial statements.

MINI HEAT LIMITED

BALANCE SHEET AS AT 31ST MARCH 2003

(Continued)

Approved by the Board of Directors on 31/10/03 and signed on its behalf. The directors consider that the company is entitled to exemption from the requirement to have an audit under the provisions of Section 249A(1) of the Companies Act 1985. Members have not required the company, under Section 249B(2) of the Companies Act 1985, to obtain an audit for the year ended 31st March 2003. The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and for preparing accounts which give a true and fair view of the state of affairs of the company as at 31st March 2003 and of its profit for the year then ended in accordance with the requirements of Section 226, and which otherwise comply with the requirements of the Act relating to the accounts so far as applicable to the company.

The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies.

..... DIRECTOR (P MORRISON)

The notes on pages 6 to 10 form part of these financial statements.

MINI HEAT LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2003

1. ACCOUNTING POLICIES

1.1 Basis of Preparation of Financial Statements

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

1.2 Turnover

Turnover comprises the invoiced value of goods and services supplied by the company, net of Value Added Tax and trade discounts.

1.3 Intangible Fixed Assets and Amortisation

Goodwill is the difference between amounts paid on the acquisition of a business and the fair value of the separable net assets. It is amortised to profit and loss account over its estimated economic life of twenty years.

1.4 Tangible Fixed Assets and Depreciation

Tangible fixed assets are stated at cost less depreciation.

Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Freehold Buildings	1% reducing balance basis
Motor Vehicles	25% reducing balance basis
Tools	15% reducing balance basis
Office Equipment	20% reducing balance basis

1.5 Leasing and Hire Purchase

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired under finance leases are depreciated over the shorter of the lease term and their useful lives. Assets acquired under hire purchase contracts are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to profit and loss account as incurred.

1.6 Stocks and Work in Progress

Stocks and Work in Progress are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

1.7 Deferred Taxation

The charge for taxation takes into account taxation deferred as a result of timing differences between the treatment of certain items for taxation and accounting purposes. In general, deferred taxation is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date. However, deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Deferred taxation is measured on a non-discounted basis at the average tax rates that would apply when the timing differences are expected to reverse, based on tax rates and laws that have been enacted by the balance sheet date.

2. TURNOVER

In the year to 31st March 2003, 0% of the company's turnover was derived from markets outside the United Kingdom (2002 - 0%).

3. OPERATING PROFIT

The operating profit is stated after charging:

	2003	2002
	£	£
Depreciation of tangible fixed assets		
- owned by the company	955	1752
Directors' emoluments	27787	26560

4. TAXATION

	2003	2002
	£	£
UK Corporation Tax	2104	876
Transfer to (from) deferred taxation	(50)	-
	2054	876

5. TANGIBLE FIXED ASSETS

	Freehold Land & Buildings	Motor Vehicles	Tools & Equipment	Total
	£	£	£	£
COST				
At 1st April 2002	26779	40801	17845	85425
Additions	-	-	-	-
Disposals	-	(32306)	-	(32306)
At 31st March 2003	26779	8495	17845	53119
DEPRECIATION				
At 1st April 2002	2315	37501	15936	55752
On Disposals	-	(30518)	-	(30518)
Charge for Year	245	378	332	955
At 31st March 2003	2560	7361	16268	26189
NET BOOK VALUES				
At 31st March 2002	24464	3300	1909	29673
At 31st March 2003	24219	1134	1577	26930

6. DEBTORS

	2003 £	2002 £
DUE WITHIN ONE YEAR		
Trade debtors	15758	23935
Other debtors & prepayments	142	40
	15900	23975

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2003 £	2002 £
Bank loans and overdrafts	15666	21668
Trade creditors	2038	6091
Corporation tax	2104	876
Other creditors	7907	10837
Directors loans	5284	2724
	32999	42196

Included within other creditors is an amount of £6021 (2002 - £7625) relating to social security and other taxes. Of the creditors falling due within and after more than one year, the bank loans and overdrafts totalling £15666 (2002 - £21668) are secured.

Bank loans outstanding at the year end amounted to £15666 (2002 - £21668).

8. DEFERRED TAXATION

	2003	2002
	£	£
Charge/(credit) for year	(50)	-
Balance at 31st March 2003	(50)	-

The provision for deferred taxation is made up of accelerated capital allowances.

The company has applied the FRSSE (effective June 2002) for the first time in these financial statements. As a result, the accounting policy for deferred taxation has been changed and full provision has been made for timing differences arising from accelerated capital allowances, as opposed to the partial provision basis previously used. The application of the new policy has not resulted in any material change to figures reported in previous financial statements and therefore no prior year adjustment has been made. The effect of the change in policy on the current year's profit is not material.

9. SHARE CAPITAL

	2003	2002
	£	£
AUTHORISED		
Ordinary Shares of £1 each	500	500
ALLOTTED, CALLED UP & FULLY PAID		
Ordinary Shares of £1 each	500	500