REGISTERED NUMBER: 01604821 (England and Wales)

HEATON HOLDINGS LIMITED

REPORT OF THE DIRECTORS AND

CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 APRIL 2017

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HEATON HOLDINGS LIMITED

COMPANY INFORMATION
FOR THE YEAR ENDED 30 APRIL 2017

DIRECTORS:	S J H Waring BSc Hons C Eng FICE Mrs A C H Waring D G Hosier FCCA Mrs Z M Mongey D J Waring
REGISTERED OFFICE:	Heaton House Cams Estate Fareham Hampshire PO16 8AA
REGISTERED NUMBER:	01604821 (England and Wales)
AUDITORS:	Morris Crocker Limited Chartered Accountants Statutory Auditors Station House North Street Havant Hampshire PO9 1QU
BANKERS:	Lloyds TSB Bank plc Gracechurch House 23/35 Castle Way Southampton Hampshire SO14 2BW
SOLICITORS:	Blake Morgan LLP Harbour Court Compass Road North Harbour Portsmouth PO6 4ST

REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30 APRIL 2017

The directors present their report with the financial statements of the company and the group for the year ended 30 April 2017.

DIRECTORS
The directors shown below have held office during the whole of the period from 1 May 2016 to the date of this report.

S J H Waring BSc Hons C Eng FICE
Mrs A C H Waring
D G Hosier FCCA
Mrs Z M Mongey
D J Waring

POLITICAL DONATIONS AND EXPENDITURE
During the year a political donation of £10,000 (2016: £Nil) was made to the Conservative Party.

STATEMENT OF DIRECTORS' RESPONSIBILITIES
The directors are responsible for preparing 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). 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 the group and of the profit or loss of the group 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;

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's and the group's transactions and disclose with reasonable accuracy at any time the financial position of the company and the group 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 the group 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 group's auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the group's auditors are aware of that information.
This report has been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

ON BEHALF OF THE BOARD:

S J H Waring BSc Hons C Eng FICE - Director

25 September 2017

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF HEATON HOLDINGS LIMITED

We have audited the financial statements of Heaton Holdings Limited for the year ended 30 April 2017 on pages five to fourteen. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

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.

Respective responsibilities of directors and auditors

As explained more fully in the Statement of Directors' Responsibilities set out on page two, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the group's and the parent company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Report of the Directors to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the group's and of the parent company's affairs as at 30 April 2017 and of the group's profit 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.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of our audit, the information given in the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements, and has been prepared in accordance with applicable legal requirements. In the light of the knowledge and understanding of the group and the parent company and its environment, we have not identified any material misstatements in the Report of the Directors.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF HEATON HOLDINGS LIMITED

Matters on which we are required to report by exception

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 by the parent company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent company 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; or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption from the requirement to prepare a Group Strategic Report or in preparing the Report of the Directors.

Kevin Gilbert (Senior Statutory Auditor)
for and on behalf of Morris Crocker Limited
Chartered Accountants
Statutory Auditors
Station House
North Street
Havant
Hampshire
PO9 1QU

2 October 2017

CONSOLIDATED INCOME STATEMENT
FOR THE YEAR ENDED 30 APRIL 2017

	Notes	2017 £	2016 £
INCOME		2,272,596	1,128,193
Cost of sales		5,977	3,770
GROSS PROFIT		2,266,619	1,124,423
Administrative expenses		751,537	683,505
OPERATING PROFIT		1,515,082	440,918
Interest payable and similar expenses		-	27
PROFIT BEFORE TAXATION		1,515,082	440,891
Tax on profit	4	166,833	(6,839)
PROFIT FOR THE FINANCIAL YEAR		1,348,249	447,730

The notes form part of these financial statements

CONSOLIDATED BALANCE SHEET
30 APRIL 2017

	Notes	2017 £	2017 £	2016 £	2016 £
FIXED ASSETS					
Tangible assets	6		487,736		510,667
Investments	7		551,445		336,084
Investment property	8		5,474,950		5,095,000
			6,514,131		5,941,751
CURRENT ASSETS					
Debtors	9	54,952		59,697	
Investments	10	8,570,768		7,546,207	
Cash at bank and in hand		2,247,077		2,319,333	
		10,872,797		9,925,237	
CREDITORS					
Amounts falling due within one year	11	270,429		222,582	
NET CURRENT ASSETS			10,602,368		9,702,655
TOTAL ASSETS LESS CURRENT LIABILITIES			17,116,499		15,644,406
PROVISIONS FOR LIABILITIES	12		299,356		175,512
NET ASSETS			16,817,143		15,468,894
CAPITAL AND RESERVES					
Called up share capital	13		139,711		139,711
Other reserves			16,891		16,891
Retained earnings			16,660,541		15,312,292
SHAREHOLDERS' FUNDS			16,817,143		15,468,894

The financial statements have been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

The financial statements were approved by the Board of Directors on 25 September 2017 and were signed on its behalf by:

D G Hosier FCCA - Director

The notes form part of these financial statements

COMPANY BALANCE SHEET
30 APRIL 2017

	Notes	2017 £	£	2016 £	£
FIXED ASSETS					
Tangible assets	6		487,736		510,667
Investments	7		607,879		392,518
Investment property	8		4,950		-
			1,100,565		903,185
CURRENT ASSETS					
Debtors	9	478,139		550,793	
Investments	10	8,570,768		7,546,207	
Cash at bank and in hand		2,201,062		2,304,122	
		11,249,969		10,401,122	
CREDITORS					
Amounts falling due within one year	11	192,911		154,009	
NET CURRENT ASSETS			11,057,058		10,247,113
TOTAL ASSETS LESS CURRENT LIABILITIES			12,157,623		11,150,298
PROVISIONS FOR LIABILITIES	12		243,929		121,459
NET ASSETS			11,913,694		11,028,839
CAPITAL AND RESERVES					
Called up share capital	13		139,711		139,711
Other reserves			16,891		16,891
Retained earnings			11,757,092		10,872,237
SHAREHOLDERS' FUNDS			11,913,694		11,028,839
Company's profit for the financial year			884,855		350,345

The financial statements have been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

The financial statements were approved by the Board of Directors on 25 September 2017 and were signed on its behalf by:

D G Hosier FCCA - Director

The notes form part of these financial statements

1. STATUTORY INFORMATION

Heaton Holdings Limited 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 General Information page.

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 as modified by the revaluation of certain assets.

Basis of consolidation
The group accounts consolidate the accounts of Heaton Holdings Limited and all its subsidiary companies.

Income
Income is represented by the amounts derived from the companies various investments and management charges receivable for the year, excluding value added tax.

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	- straight line over 50 years
Improvements to property	- 20% on cost
Plant and machinery	- 20% on cost
Motor vehicles	- 20% on cost

Included within freehold property is the cost of acquisition of land. This has not been depreciated in the accounts.

Taxation
Taxation for the year comprises current and deferred tax. Tax is recognised in the Consolidated 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 balance sheet date.

Deferred tax
Deferred tax is recognised in respect of all timing differences at the balance sheet date, except as otherwise required in the paragraphs below.

Unrelieved 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.

Deferred tax shall not be recognised on permanent differences, other than a business combination where assets (other than goodwill) give rise to an deferred tax asset or liability.

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.

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2. ACCOUNTING POLICIES - continued

Investment property
These represent properties held by the group for their investment potential. They are included in the balance sheet at market value as determined by the directors. In accordance with FRS 102 no depreciation is provided in respect of freehold investment properties, and movements in the fair value of investment properties are recognised in the profit and loss account.

Current asset investments
Listed current asset investments are marked to market value at the balance sheet date and the difference between cost and market value is taken to the profit and loss account.

3. EMPLOYEES AND DIRECTORS

	2017	2016
	£	£
Wages and salaries	454,120	391,033
Social security costs	68,093	63,355
Other pension costs	256	-
	522,469	454,388

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

	2017	2016
Management, clerical and administrative	9	6

The average number of employees by undertakings that are proportionately consolidated during the year was 9 (2016 - 6) .

4. TAXATION

Analysis of the tax charge/(credit)
The tax charge/(credit) on the profit for the year was as follows:

	2017	2016
	£	£
Current tax:		
UK corporation tax	42,989	792
Deferred tax	123,844	(7,631)
Tax on profit	166,833	(6,839)

5. PROFIT OF PARENT COMPANY

As permitted by Section 408 of the Companies Act 2006, the Income Statement of the parent company is not presented as part of these financial statements.

continued...

6. TANGIBLE FIXED ASSETS

Group

	Freehold property £	Improvements to property £	Plant and machinery £	Motor vehicles £	Totals £
COST					
At 1 May 2016	636,530	-	132,108	104,704	873,342
Additions	-	11,555	6,659	-	18,214
Disposals	-	-	(9,742)	-	(9,742)
At 30 April 2017	636,530	11,555	129,025	104,704	881,814
DEPRECIATION					
At 1 May 2016	207,169	-	110,134	45,372	362,675
Charge for year	10,001	752	9,451	20,941	41,145
Eliminated on disposal	-	-	(9,742)	-	(9,742)
At 30 April 2017	217,170	752	109,843	66,313	394,078
NET BOOK VALUE					
At 30 April 2017	419,360	10,803	19,182	38,391	487,736
At 30 April 2016	429,361	-	21,974	59,332	510,667

Company

	Freehold property £	Improvements to property £	Plant and machinery £	Motor vehicles £	Totals £
COST					
At 1 May 2016	636,530	-	114,818	104,704	856,052
Additions	-	11,555	6,659	-	18,214
Disposals	-	-	(9,742)	-	(9,742)
At 30 April 2017	636,530	11,555	111,735	104,704	864,524
DEPRECIATION					
At 1 May 2016	207,169	-	92,844	45,372	345,385
Charge for year	10,001	752	9,451	20,941	41,145
Eliminated on disposal	-	-	(9,742)	-	(9,742)
At 30 April 2017	217,170	752	92,553	66,313	376,788
NET BOOK VALUE					
At 30 April 2017	419,360	10,803	19,182	38,391	487,736
At 30 April 2016	429,361	-	21,974	59,332	510,667

continued...

7. FIXED ASSET INVESTMENTS

Group

	Other investments £
COST	
At 1 May 2016	336,084
Additions	215,361
At 30 April 2017	551,445
NET BOOK VALUE	
At 30 April 2017	551,445
At 30 April 2016	336,084

Company

	Shares in group undertakings £	Other investments £	Totals £
COST			
At 1 May 2016	56,434	336,084	392,518
Additions	-	215,361	215,361
At 30 April 2017	56,434	551,445	607,879
NET BOOK VALUE			
At 30 April 2017	56,434	551,445	607,879
At 30 April 2016	56,434	336,084	392,518

The group or the company's investments at the Balance Sheet date in the share capital of companies include the following:

Subsidiaries

Heaton Property Investments Limited
Registered office: Heaton House, Cams Estate, Fareham, Hampshire, PO16 8AA
Nature of business: Property investment

Class of shares:	% holding
Ordinary	100.00

Strand Harbour Securities Limited
Registered office: Heaton House, Cams Estate, Fareham, Hampshire, PO16 8AA
Nature of business: Land and property development

Class of shares:	% holding
Ordinary	100.00

continued...

8. INVESTMENT PROPERTY

Group

	Total £
FAIR VALUE	
At 1 May 2016	5,095,000
Additions	4,950
Revaluations	375,000
At 30 April 2017	5,474,950
NET BOOK VALUE	
At 30 April 2017	5,474,950
At 30 April 2016	5,095,000

Cost or valuation at 30 April 2017 is represented by:

	£
Valuation in 2017	1,177,936
Cost	4,297,014
	5,474,950

The investment properties were valued by Mr W E F Whyte BSc, who is a director of Heaton Property Investments Limited. The valuation was based on the market value of investment properties at 30 April 2017.

Company

	Total £
FAIR VALUE	
Additions	4,950
At 30 April 2017	4,950
NET BOOK VALUE	
At 30 April 2017	4,950

9. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	2017 £	2016 £	2017 £	2016 £
Other debtors	421	379	-	-
Amounts owed by subsidiary undertakings	-	-	424,768	499,761
Prepayments and accrued income	54,531	59,318	53,371	51,032
	54,952	59,697	478,139	550,793

continued...

10. CURRENT ASSET INVESTMENTS

Listed investments	Group Total £	Company Total £
Valuation as at 1 May 2016	7,546,207	7,546,207
Additions	2,540,457	2,540,457
Disposals	(2,589,794)	(2,589,794)
Gain on disposals	257,866	257,866
Marked to market value	816,032	816,032
Valuation as at 30 April 2017	8,570,768	8,570,768

The fair value of current asset investments is determined by quoted market prices in active markets.

Changes in fair value attributable to credit risk of the underlying instrument cannot be measured reliably, and therefore has not been disclosed separately.

The main risk arising from the company's listed investments is market risk. This risk is managed by diversified portfolios and active fund management by a professional third party.

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	2017 £	2016 £	2017 £	2016 £
Corporation tax	43,436	-	21,495	-
Social security and other taxes	49,856	44,890	49,856	44,890
Other creditors	39,880	40,367	-	-
Amounts owed to subsidiary undertakings	-	-	84,128	78,637
Accrued expenses	137,257	137,325	37,432	30,482
	270,429	222,582	192,911	154,009

12. PROVISIONS FOR LIABILITIES

	Group		Company	
	2017 £	2016 £	2017 £	2016 £
Deferred tax	299,356	175,512	243,929	121,459

Group

	Deferred tax £
Balance at 1 May 2016	175,512
Provided during year	123,844
Balance at 30 April 2017	299,356

continued...

12. PROVISIONS FOR LIABILITIES - continued

Company

	Deferred tax £
Balance at 1 May 2016	121,459
Provided during year	122,470
Balance at 30 April 2017	243,929

The amount for provisions for liabilities includes the follow deferred tax liabilities by type of timing difference:

Group	2017 £	2016 £
Deferred tax liability on revaluation of investment properties	55,427	54,053
Deferred tax asset on capital allowances	(3,500)	(285)
Deferred tax liability of financial assets at fair value through profit or loss	247,429	121,744
Total deferred tax liability	299,356	175,512

Company	2017 £	2016 £
Deferred tax (asset)/liability on capital allowances	(3,500)	(285)
Deferred tax liability of financial assets at fair value through profit or loss	247,429	121,744
Total deferred tax liability	243,929	121,459

13. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2017 £	2016 £
139,711	Ordinary	£1	139,711	139,711

14. CONTROLLING PARTY

The group is controlled by and is a wholly owned subsidiary of Heaton Consolidated Property Holdings Limited, a company registered in England and Wales. Accounts for that company are available from Heaton House, Cams Estate, Fareham, Hampshire, PO16 8AA.

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.