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REGISTERED NUMBER: 1765130

Abbreviated Accounts
for the Year Ended 31 January 2008
for
Castle Point Gas & Heating Co. Limited

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Castle Point Gas & Heating Co. Limited

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for the Year Ended 31 January 2008

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Castle Point Gas & Heating Co. Limited

Company Information
for the Year Ended 31 January 2008

DIRECTORS:

D Wells
K Wells
G White
M K Curham

SECRETARY:

Mrs J J Martin

REGISTERED OFFICE.

Hillside
Goldfinch Lane
Thundersley
Benfleet
Essex
SS7 3LS

REGISTERED NUMBER:

1765130

AUDITORS.

Michael Letch & Partners
146 High Street
Billericay
Essex
CM12 9DF

Castle Point Gas & Heating Co. Limited

Report of the Directors
for the Year Ended 31 January 2008

The directors present their report with the accounts of the company for the year ended 31 January 2008

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of heating installation and maintenance in the gas and associated industries

REVIEW OF BUSINESS

The results for the year and financial position of the company are as shown in the annexed accounts

The results of the Company show a similar turnover from the previous year. The results show an increase in the gross profit margin from 28% in 2007 to 31% for 2008 however part of this increase is due to the reclassification of the Company's work in progress under UTIF40 which is now included within the sales figure in the accounts (see note 19). Had the Company's work in progress been shown in the same way in 2007 the gross profit margin would have been 29%. The operating profit (profit before interest and taxes) is up 9% on the previous year.

The Company's net current assets have also increased by 44% on the previous year and show a healthy net current asset cover over current liability in excess of 2.2, this represents an excess in assets over liabilities in excess of £3.6 million. The company has also increased its cash balance from £3,289,858 in 2007 to £4,974,398 in 2008 an increase of £1,684,540 in the year. In summary the Directors consider that it has been a successful year of growth.

The prospects for the longer term continue, as always, to be difficult to predict. The Company's main customers are local authorities, therefore the Company's principle risks and uncertainties are the exposure to local authority budgets for heating installation and maintenance.

The directors predict that although the market has been hit by large increases in the price of raw material and fuel that the company's profit levels will remain the same. This will be achieved by tighter control on the ordering of raw materials, together with a reduction of unproductive labour costs, thus increasing productive work.

The Company will employ a further three apprentices during the year to maintain its high level of training. The company will also continue to offer all staff additional training, so that all staff will achieve a recognised training certificate i.e. City & Guilds etc.

DIVIDENDS

Interim dividends totalling £10,000 per share were paid during the year. The directors recommend that no final dividend be paid.

The total distribution of dividends for the year ended 31 January 2008 will be £1,000,000.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 February 2007 to the date of this report.

D Wells
K Wells
G White
M K Curham

COMPANY'S POLICY ON PAYMENT OF CREDITORS

It is the Company's policy that payments to suppliers are made in accordance with those terms and conditions agreed with its suppliers, provided that all trading terms and conditions have been complied with.

Castle Point Gas & Heating Co. Limited

Report of the Directors **for the Year Ended 31 January 2008**

FINANCIAL INSTRUMENTS

The Companies principle financial instruments comprise bank balances, bank overdrafts, trade debtors, trade creditors, and loans to the company. The main purpose of these instruments is to raise funds for the Company's operations and to finance the Company's operations.

Due to the nature of the financial instruments used by the company there is no exposure to price risk. The Company's approach to managing other risks applicable to the financial instruments concerned is shown below.

In respect of bank balances the liquidity risk is managed by maintaining a balance between the continuity of funding, the Company also makes use of its large cash surplus with the use of its money market facilities.

In respect of loans these comprise of loans from the directors and loans from financial institutions. The interest rate on the loans from financial institutions are variable but the monthly repayments are fixed. The company manages its liquidity risk by ensuring that there are sufficient funds to meet the payments. The loans from the directors are interest free and payable on demand. The directors are aware of the company's required finance and have determined that these will only be repaid, in whole or in part, when finance is available.

Trade debtors are managed in respect of credit and cash flow risk by the implementation of suitable credit control procedures, where receivable balances are closely monitored on an ongoing basis for both time and credit limits.

Trade creditors liquidity risk is managed by ensuring sufficient funds are available to meet amounts due.

DONATIONS

The Company made charitable donations totalling £6,165 during the year, six of which were in excess of £200. Political donations amounting to £2,000 were made to the Labour party during the year.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing 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). The financial statements are required by law to 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 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 proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. 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 234ZA of the Companies Act 1985) 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.

Castle Point Gas & Heating Co. Limited

Report of the Directors
for the Year Ended 31 January 2008

AUDITORS

The auditors, Michael Letch & Partners, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985

ON BEHALF OF THE BOARD:



D Wells - Director

Date

18-6-08

Report of the Independent Auditors to
Castle Point Gas & Heating Co. Limited
Under Section 247B of the Companies Act 1985

We have examined the abbreviated accounts set out on pages six to sixteen, together with the financial statements of Castle Point Gas & Heating Co Limited for the year ended 31 January 2008 prepared under Section 226 of the Companies Act 1985

This report is made solely to the company, in accordance with Section 247B of the Companies Act 1985. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special auditors' report 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, for our work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with Section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of the Act to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with that provision and to report our opinion to you.

Basis of opinion

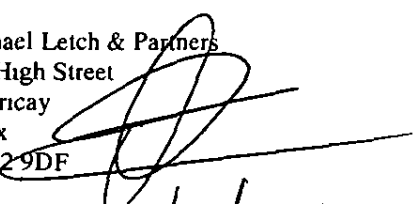
We conducted our work in accordance with Bulletin 2006/3 "The Special Auditor's Report on Abbreviated Accounts in the United Kingdom" issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of the Companies Act 1985, and the abbreviated accounts have been properly prepared in accordance with that provision.

Michael Letch & Partners
146 High Street
Billericay
Essex
CM12 9DF

Date


18/06/08

Castle Point Gas & Heating Co. Limited

Profit and Loss Account
for the Year Ended 31 January 2008

	Notes	2008 £	2007 £
TURNOVER		13,114,377	13,334,715
Cost of sales		8,997,822	9,630,680
GROSS PROFIT		4,116,555	3,704,035
Administrative expenses		1,252,283	1,052,213
		2,864,272	2,651,822
Other operating income		18,000	-
OPERATING PROFIT	3	2,882,272	2,651,822
Interest receivable and similar income		191,407	95,751
		3,073,679	2,747,573
Interest payable and similar charges	4	67,930	16,378
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		3,005,749	2,731,195
Tax on profit on ordinary activities	5	902,756	824,442
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		2,102,993	1,906,753

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the current year or previous year

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the profits for the current year or previous year

NOTE OF HISTORICAL COST PROFITS AND LOSSES

The difference between the results as disclosed in the profit and loss account and the results on an unmodified historical cost basis is not material

The notes form part of these abbreviated accounts

Castle Point Gas & Heating Co Limited

Abbreviated Balance Sheet

31 January 2008

	Notes	2008 £	2007 £
FIXED ASSETS			
Tangible assets	7	713,194	746,413
CURRENT ASSETS			
Stocks	8	15,964	12,358
Debtors	9	1,636,312	2,663,372
Cash at bank		4,974,398	3,289,858
		<u>6,626,674</u>	<u>5,965,588</u>
CREDITORS			
Amounts falling due within one year	10	<u>3,003,243</u>	<u>3,455,251</u>
NET CURRENT ASSETS		<u>3,623,431</u>	<u>2,510,337</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>4,336,625</u>	<u>3,256,750</u>
CREDITORS			
Amounts falling due after more than one year	11	(450,368)	(470,802)
PROVISIONS FOR LIABILITIES	14	<u>(13,679)</u>	<u>(16,363)</u>
NET ASSETS		<u><u>3,872,578</u></u>	<u><u>2,769,585</u></u>
CAPITAL AND RESERVES			
Called up share capital	15	100	100
Profit and loss account	16	<u>3,872,478</u>	<u>2,769,485</u>
SHAREHOLDERS' FUNDS	17	<u><u>3,872,578</u></u>	<u><u>2,769,585</u></u>

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to medium-sized companies

The financial statements were approved by the Board of Directors on its behalf by

18-6-08

and were signed on



M K Curham - Director



D Wells - Director

The notes form part of these abbreviated accounts

Castle Point Gas & Heating Co. Limited

Cash Flow Statement
for the Year Ended 31 January 2008

	Notes	2008	2007
		£	£
Net cash inflow from operating activities	1	3,863,897	2,383,720
Returns on investments and servicing of finance	2	123,477	79,373
Taxation		(1,227,213)	(691,826)
Capital expenditure	2	(48,953)	(615,015)
Equity dividends paid		(1,000,000)	(800,000)
		<u>1,711,208</u>	<u>356,252</u>
Financing	2	(26,668)	739,147
Increase in cash in the period		<u><u>1,684,540</u></u>	<u><u>1,095,399</u></u>
<hr/>			
Reconciliation of net cash flow to movement in net funds	3		
Increase in cash in the period		1,684,540	1,095,399
Cash outflow/(inflow) from decrease/(increase) in debt		<u>18,004</u>	<u>(490,145)</u>
Change in net funds resulting from cash flows		<u>1,702,544</u>	<u>605,254</u>
Movement in net funds in the period		1,702,544	605,254
Net funds at 1 February		<u>2,799,713</u>	<u>2,194,459</u>
Net funds at 31 January		<u><u>4,502,257</u></u>	<u><u>2,799,713</u></u>

The notes form part of these abbreviated accounts

Castle Point Gas & Heating Co. Limited

Notes to the Cash Flow Statement
for the Year Ended 31 January 2008

1 RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES

	2008	2007
	£	£
Operating profit	2,882,272	2,651,822
Depreciation charges	74,131	83,173
Loss on disposal of fixed assets	8,041	11,345
(Increase)/Decrease in stocks	(3,606)	529,915
Decrease/(Increase) in debtors	1,027,060	(1,780,118)
(Decrease)/Increase in creditors	(124,001)	887,583
Net cash inflow from operating activities	3,863,897	2,383,720

2 ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT

	2008	2007
	£	£
Returns on investments and servicing of finance		
Interest received	191,407	95,751
Interest paid	(67,930)	(16,378)
Net cash inflow for returns on investments and servicing of finance	123,477	79,373
Capital expenditure		
Purchase of tangible fixed assets	(71,628)	(621,790)
Sale of tangible fixed assets	22,675	6,775
Net cash outflow for capital expenditure	(48,953)	(615,015)
Financing		
New loans in year	-	500,000
Loan repayments in year	(18,004)	(9,855)
Amount introduced by directors	-	249,002
Amount withdrawn by directors	(8,664)	-
Net cash (outflow)/inflow from financing	(26,668)	739,147

Castle Point Gas & Heating Co. Limited

Notes to the Cash Flow Statement
for the Year Ended 31 January 2008

3 ANALYSIS OF CHANGES IN NET FUNDS

	At 1 2 07 £	Cash flow £	At 31 1 08 £
Net cash			
Cash at bank	3,289,858	1,684,540	4,974,398
	<u>3,289,858</u>	<u>1,684,540</u>	<u>4,974,398</u>
Debt			
Debts falling due within one year	(19,343)	(2,430)	(21,773)
Debts falling due after one year	(470,802)	20,434	(450,368)
	<u>(490,145)</u>	<u>18,004</u>	<u>(472,141)</u>
Total	<u>2,799,713</u>	<u>1,702,544</u>	<u>4,502,257</u>

The notes form part of these abbreviated accounts

Castle Point Gas & Heating Co. Limited

Notes to the Abbreviated Accounts
for the Year Ended 31 January 2008

1 ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax

The whole of the turnover is attributable to the one principle activity of the company, heating installation and maintenance. All turnover can be geographically analysed to the United Kingdom

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
Plant and machinery	- 25% on reducing balance
Fixtures and fittings	- 25% on reducing balance
Motor vehicles	- 25% on reducing balance
Computer equipment	- 25% on reducing balance

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date

Hire purchase and leasing commitments

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

Pension costs and other post-retirement benefits

Contributions payable to the company's pension scheme are charged to the profit and loss account in the period to which they relate

2 STAFF COSTS

	2008 £	2007 £
Wages and salaries	2,312,523	2,010,132
Social security costs	250,626	216,984
Other pension costs	60,000	42,000
	<u>2,623,149</u>	<u>2,269,116</u>

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

	2008	2007
Managing director	1	1
Direct labour	66	56
Administrative labour	7	6
	<u>74</u>	<u>63</u>

Castle Point Gas & Heating Co. Limited

Notes to the Abbreviated Accounts - continued
for the Year Ended 31 January 2008

3 OPERATING PROFIT

The operating profit is stated after charging

	2008	2007
	£	£
Hire of plant and machinery	5,093	15,972
Depreciation - owned assets	74,131	83,173
Loss on disposal of fixed assets	8,041	11,345
Auditors' remuneration	15,000	14,500

Directors' emoluments	257,139	243,177
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Information regarding the highest paid director is as follows

	2008	2007
	£	£
Emoluments etc	120,001	120,000

4 INTEREST PAYABLE AND SIMILAR CHARGES

	2008	2007
	£	£
Bank interest	698	1,218
Interest on taxation	31,964	7,258
Mortgage interest	35,268	7,902
	67,930	16,378

5 TAXATION

Analysis of the tax charge

The tax charge on the profit on ordinary activities for the year was as follows

	2008	2007
	£	£
Current tax.		
UK corporation tax	905,440	827,213
Deferred tax	(2,684)	(2,771)
Tax on profit on ordinary activities	902,756	824,442

Castle Point Gas & Heating Co. Limited

Notes to the Abbreviated Accounts - continued
for the Year Ended 31 January 2008

5 TAXATION - continued

Factors affecting the tax charge

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

	2008 £	2007 £
Profit on ordinary activities before tax	<u>3,005,749</u>	<u>2,731,195</u>
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 30% (2007 - 30%)	901,725	819,359
Effects of Income & expenditure not deductible for tax purposes	(743)	3,311
Difference between depreciation and capital allowances	<u>4,458</u>	<u>4,543</u>
Current tax charge	<u>905,440</u>	<u>827,213</u>

6 DIVIDENDS

	2008 £	2007 £
Interim	<u>1,000,000</u>	<u>800,000</u>

7 TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Fixtures and fittings £
COST			
At 1 February 2007	520,456	50,612	16,955
Additions	-	5,000	-
At 31 January 2008	<u>520,456</u>	<u>55,612</u>	<u>16,955</u>
DEPRECIATION			
At 1 February 2007	5,910	42,424	11,278
Charge for year	5,910	3,295	1,446
At 31 January 2008	<u>11,820</u>	<u>45,719</u>	<u>12,724</u>
NET BOOK VALUE			
At 31 January 2008	<u>508,636</u>	<u>9,893</u>	<u>4,231</u>
At 31 January 2007	<u>514,546</u>	<u>8,188</u>	<u>5,677</u>

Castle Point Gas & Heating Co. Limited

Notes to the Abbreviated Accounts - continued
for the Year Ended 31 January 2008

7 TANGIBLE FIXED ASSETS - continued

	Motor vehicles £	Computer equipment £	Totals £
COST			
At 1 February 2007	429,037	50,722	1,067,782
Additions	64,467	2,161	71,628
Disposals	(69,821)	-	(69,821)
At 31 January 2008	423,683	52,883	1,069,589
DEPRECIATION			
At 1 February 2007	231,328	30,429	321,369
Charge for year	57,865	5,615	74,131
Eliminated on disposal	(39,105)	-	(39,105)
At 31 January 2008	250,088	36,044	356,395
NET BOOK VALUE			
At 31 January 2008	173,595	16,839	713,194
At 31 January 2007	197,709	20,293	746,413

Included in cost of land and buildings is freehold land of £225,000 (2007 - £225,000) which is not depreciated

8 STOCKS

	2008 £	2007 £
Stocks	15,964	12,358

9 DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2008 £	2007 £
Trade debtors	1,489,035	2,529,480
Other debtors	117,677	108,892
Prepayments and accrued income	29,600	25,000
	1,636,312	2,663,372

10 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2008 £	2007 £
Bank loans and overdrafts (see note 12)	21,773	19,343
Trade creditors	1,223,874	1,145,548
Tax	505,440	827,213
Social security and other taxes	494,512	886,322
Other creditors	4,260	-
Directors' loan accounts	282,475	291,139
Accrued expenses	470,909	285,686
	3,003,243	3,455,251

Castle Point Gas & Heating Co. Limited

Notes to the Abbreviated Accounts - continued
for the Year Ended 31 January 2008

11 CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2008	2007
	£	£
Bank loans (see note 12)	<u>450,368</u>	<u>470,802</u>

12 LOANS

An analysis of the maturity of loans is given below

	2008	2007
	£	£
Amounts falling due within one year or on demand		
Bank loans	<u>21,773</u>	<u>19,343</u>
Amounts falling due between two and five years		
Bank loans - 2-5 years	<u>139,090</u>	<u>92,743</u>
Amounts falling due in more than five years		
Repayable by instalments		
Bank loan over 5 years	<u>311,278</u>	<u>378,059</u>

13 SECURED DEBTS

The following secured debts are included within creditors

	2008	2007
	£	£
Bank loans	<u>472,141</u>	<u>490,145</u>

The company's bank loans, together with a bond, guarantee and indemnity facility of £700,000 is secured by way of a 1st charge over the Company's freehold properties and the Companies business premium account held with its bankers. In addition, the bank have a personal guarantee of up to £255,000 from the managing director, Mr D Wells, together with a further charge over a freehold property held by Mr D Wells

14 PROVISIONS FOR LIABILITIES

	2008	2007
	£	£
Deferred tax	<u>13,679</u>	<u>16,363</u>
		Deferred tax
		£
Balance at 1 February 2007		16,363
change in year		<u>(2,684)</u>
Balance at 31 January 2008		<u>13,679</u>

Castle Point Gas & Heating Co. Limited

Notes to the Abbreviated Accounts - continued
for the Year Ended 31 January 2008

15 CALLED UP SHARE CAPITAL

Authorised, allotted, issued and fully paid

Number	Class	Nominal value £1	2008 £ <u>100</u>	2007 £ <u>100</u>
100	Ordinary			

16 RESERVES

	Profit and loss account £
At 1 February 2007	2,769,485
Profit for the year	2,102,993
Dividends	<u>(1,000,000)</u>
At 31 January 2008	<u>3,872,478</u>

17 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2008 £	2007 £
Profit for the financial year	2,102,993	1,906,753
Dividends	<u>(1,000,000)</u>	<u>(800,000)</u>
Net addition to shareholders' funds	1,102,993	1,106,753
Opening shareholders' funds	<u>2,769,585</u>	<u>1,662,832</u>
Closing shareholders' funds	<u>3,872,578</u>	<u>2,769,585</u>

18 UITF40

In accordance with UITF40, the company's work in progress as at 31st January 2008 of £728,784 (2007 £969,313) has been included within trade debtors. In the previous year the work in progress was included in stock and work in progress.

19 ULTIMATE CONTROLLING PARTY

Mr D and Mrs V Wells hold the entire issued share capital of the company.