KILN FLAME SYSTEMS LTD

UNAUDITED ABBREVIATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2016
## CONTENTS

<table>
<thead>
<tr>
<th>Description</th>
<th>Page</th>
</tr>
</thead>
<tbody>
<tr>
<td>Abbreviated balance sheet</td>
<td>1-2</td>
</tr>
<tr>
<td>Notes to the abbreviated accounts</td>
<td>3-4</td>
</tr>
</tbody>
</table>
# ABBREVIATED BALANCE SHEET

**AS AT 31 AUGUST 2016**

<table>
<thead>
<tr>
<th>Notes</th>
<th>2016</th>
<th>2015</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>£</td>
<td>£</td>
</tr>
</tbody>
</table>

**Fixed assets**
- Intangible assets: 2
  - £10,840
- Tangible assets: 2
  - £32,654

Total fixed assets: £43,494

**Current assets**
- Stocks: 72,107
  - 2015: 70,280
- Debtors: 549,323
  - 2015: 603,889
- Cash at bank and in hand: 608,291
  - 2015: 406,553

Total current assets: £1,229,721

**Creditors: amounts falling due within one year**
- (598,206)
  - (299,495)

Net current assets: £631,515

**Total assets less current liabilities**
- £675,009
  - 2015: £1,012,104

**Provisions for liabilities**
- (2,309)
  - (2,309)

Total provisions: £672,700

**Capital and reserves**
- Called up share capital: 4
  - £7,586
  - 2015: £7,586
- Share premium account: 7,698
  - 2015: 7,698
- Profit and loss account: 657,416
  - 2015: 994,511

**Shareholders’ funds**
- £672,700
  - 2015: £1,009,795
KILN FLAME SYSTEMS LTD

ABBREVIATED BALANCE SHEET (CONTINUED)

AS AT 31 AUGUST 2016

For the financial year ended 31 August 2016 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors’ responsibilities:
- The members 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 abbreviated financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies’ regime.

Approved by the Board for issue on 28 March 2017

Mr R P Manning                    Mr C J Rennie
Director                          Director

Company Registration No. 03811088
1 Accounting policies

1.1 Accounting convention
The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015).

1.2 Compliance with accounting standards
The financial statements are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), which have been applied consistently (except as otherwise stated).

1.3 Turnover
Turnover represents amounts receivable for goods and services net of VAT.

1.4 Patents
Patents are valued at cost less accumulated amortisation. Amortisation is calculated to write off the cost in equal annual instalments over their estimated useful lives. Patents are reviewed each year for impairment and written down accordingly if events or changes in circumstances indicate that the carrying amount may not be recoverable.

1.5 Research and development
Research expenditure is written off to the profit and loss account in the year in which it is incurred.

1.6 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 less estimated residual value of each asset over its expected useful life, as follows:

- Plant and machinery: 20% reducing balance
- Fixtures, fittings & equipment: 15% reducing balance
- Motor vehicles: 33% reducing balance

1.7 Leasing
Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

1.8 Stock
Stock is valued at the lower of cost and net realisable value.

1.9 Long term contracts
Where the substance of a contract is that the contractual obligations are performed gradually over time, revenue is recognised as the contract activity progresses to reflect the partial performance of contractual obligations. The amount of revenue recognised reflects the accrual of the right to consideration as contract activity progresses by reference to the value of work performed.

1.10 Pensions
The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year.

1.11 Deferred taxation
Deferred taxation is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. The deferred tax balance has not been discounted.
KILN FLAME SYSTEMS LTD

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2016

1 Accounting policies
(Continued)

1.12 Foreign currency translation
Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to profit and loss account.

2 Fixed assets

<table>
<thead>
<tr>
<th>Intangible assets</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Intangible assets</td>
<td></td>
</tr>
<tr>
<td>£</td>
<td>£</td>
</tr>
</tbody>
</table>

Cost
At 1 September 2015  10,840   65,060   76,899
Additions             -    24,708    24,708
Disposals             -  (4,695)  (4,695)

At 31 August 2016    10,840   85,982   96,822

Depreciation
At 1 September 2015  -      45,932   45,932
On disposals         -  (4,695)  (4,695)
Charge for the year   -    12,091    12,091

At 31 August 2016    -      53,328   53,328

Net book value
At 31 August 2016    10,840   32,654   43,494
At 31 August 2015    10,840   20,037   30,877

3 Debtors

Debtors include an amount of £5,550 (2015 - £5,550) which is due after more than one year.

4 Share capital

<table>
<thead>
<tr>
<th>2016</th>
<th>2015</th>
</tr>
</thead>
<tbody>
<tr>
<td>£</td>
<td>£</td>
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Allotted, called up and fully paid
7,586 Ordinary shares of £1 each     7,586     7,586

5 Ultimate parent company

The company is a wholly owned subsidiary of Kiln Flame Systems Enterprises Limited.
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.