

A J BAKER (GRINDING) LIMITED

ABBREVIATED ACCOUNTS

**YEAR ENDED
31 AUGUST 2008**



**COMPANY NO:
1268617**

A J BAKER (GRINDING) LIMITED

**ABBREVIATED BALANCE SHEET
AT 31 AUGUST 2008**

	Note	2008 £	2007 £
Fixed assets			
Tangible assets	2	1,922,427	2,015,356
Tangible investment assets	3	52,500	192,000
		1,974,927	2,207,356
Current assets			
Stocks		64,805	84,146
Debtors		128,830	332,277
Bank and cash balances		200,361	500
		393,996	416,923
Creditors:			
Amounts falling due within one year	4	(201,425)	(724,997)
Net current (liabilities) / assets		192,571	(308,074)
Total assets less current liabilities		2,167,498	1,899,282
Creditors:			
Amounts falling due after more than one year	5	(476,957)	-
Provision for liabilities and charges		-	-
Net assets		1,690,541	1,899,282
Capital and reserves			
Called up share capital	6	10,000	10,000
Investment property and vehicle revaluation reserve		425,142	643,963
Profit and loss account		1,255,399	1,245,319
Shareholders' funds		1,690,541	1,899,282

The directors acknowledge their responsibilities for ensuring the company keeps accounting records that comply with s221 and preparing accounts that give a true and fair view in accordance with s226 and otherwise comply with the Companies Act. The directors confirm the company was entitled to exemption from an audit under s249A(1) and no notice was deposited under s249B(2) in relation to these accounts.

The directors have taken advantage of the special provisions of Part V11 of the Companies Act 1985 relating to small companies. On the same grounds advantage has been taken in the preparation of the financial statements of the special exemptions conferred by Part 1 Schedule 8 to that Act. The abbreviated accounts were approved by the Board on 23 January 2009 and signed on its behalf by:

ALAN JOHN BAKER

Director *A. J. Baker.*

A J BAKER (GRINDING) LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS 31 AUGUST 2008

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared in accordance with applicable accounting standards under the historical cost convention as modified by the revaluation of investment properties and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007).

Turnover

Turnover consists of the invoiced value (excluding VAT) for goods supplied to third parties.

Taxation

The charge for taxation is based on the profit for the year and takes into account taxation deferred or accelerated because of timing differences between the treatment of certain items for accounting and taxation purposes.

Provision for deferred taxation is made under the liability method only to the extent that it is probable that the liability will become payable in the foreseeable future.

Tangible assets and depreciation

Depreciation is provided evenly on the cost of tangible assets, to write them down to their estimated residual values over their expected useful lives. No depreciation is provided on freehold land. Where appropriate provision is made for any impairment in the depreciated value of fixed assets. The principal annual rates used for other assets are:

Freehold buildings	2% per annum
Plant and machinery	15% per annum
Fixtures and fittings	25% per annum
Motor vehicles	25% per annum

Investment properties are accounted in accordance with SSAP 19. The properties are valued annually and the surplus or deficit transferred to the investment property revaluation reserve. Any deficit below original cost is charged to the profit and loss account.

Stocks

Stocks and work in progress are valued at the lower of cost and estimated net realisable value. The cost of work in progress and finished goods comprises materials, direct labour and attributable production overheads. Net realisable value is based on the estimated sales price after allowing for all further costs of completion and disposal.

A J BAKER (GRINDING) LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS
31 AUGUST 2008
continued**

1. ACCOUNTING POLICIES

Pensions

The company makes payments to defined contribution pension schemes, and costs are charged against profits as incurred.

2. TANGIBLE ASSETS

	Total £
Cost or Valuation	
At 1 September 2007	2,062,581
Revaluation	<u>(72,995)</u>
At 31 August 2008	<u>1,989,586</u>
Depreciation	
At 1 September 2007	47,225
Provided in the year	<u>19,934</u>
At 31 August 2008	<u>67,159</u>
Net book value	
At 31 August 2008	<u><u>1,922,427</u></u>
At 31 August 2007	<u><u>2,015,356</u></u>

A J BAKER (GRINDING) LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS
31 AUGUST 2008
continued**

3. INVESTMENTS

	2008	2007
	£	£
Motor vehicles		
At Valuation		
At 1 September 2007	192,000	169,794
Additions	25,500	-
Disposals	(165,000)	
Revaluation	-	22,206
	-	22,206
At 31 August 2008	52,500	192,000

4. SECURED CREDITORS

The bank overdraft of £Nil (2007 £17,214) is secured by a fixed and floating charge in favour of the company's bankers.

5. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2008	2007
	£	£
Borrowings Mortgage Loans	476,957	-

The residential investment property mortgages provided by Capital Home Loans Limited are secured on the properties to which they relate and by floating charges over the undertaking and other property assets of the company.

The loans are interest loans of 15 years duration. Interest is charged at 0.1% below Bank of England base rate until December 2009 and at 1.25% above base rate thereafter.

6. SHARE CAPITAL

	2008	2007
	£	£
Authorised		
50,000 ordinary shares of £1 each	50,000	50,000
Allotted and fully paid		
10,000 ordinary shares of £1 each	10,000	10,000

A J BAKER (GRINDING) LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

31 AUGUST 2008

continued

7. CONTROLLING PARTIES

The company is controlled by Mr A J Baker and Mrs C E Baker who own 100% of the issued equity shares. At the balance sheet date the directors current account was in credit by £5,735 (2007- £558,228). No interest was paid on the account during the year.