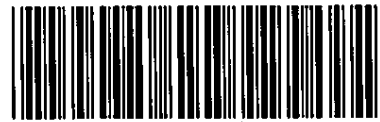


**A J BAKER (GRINDING) LIMITED**

**ABBREVIATED ACCOUNTS**

**YEAR ENDED  
31 AUGUST 2007**

FRIDAY



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15/02/2008

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COMPANIES HOUSE

**COMPANY NO:  
1268617**

**A J BAKER (GRINDING) LIMITED**

**ABBREVIATED BALANCE SHEET  
AT 31 AUGUST 2007**

	Note	2007 £	2006 £
<b>Fixed assets</b>			
Tangible assets	2	2,015,356	1,464,732
Tangible investment assets	3	192,000	169,794
		2,207,356	1,634,526
<b>Current assets</b>			
Stocks		84,146	99,321
Debtors		332,277	78,699
Bank and cash balances		500	13,972
		416,923	191,992
<b>Creditors:</b>			
Amounts falling due within one year	4	(724,997)	(109,832)
<b>Net current (liabilities) / assets</b>		(308,074)	82,160
<b>Total assets less current liabilities</b>		1,899,282	1,716,686
<b>Provision for liabilities and charges</b>		-	-
<b>Net assets</b>		1,899,282	1,716,686
<b>Capital and reserves</b>			
Called up share capital	5	10,000	10,000
Investment property and vehicle revaluation reserve		643,963	625,257
Profit and loss account		1,245,319	1081,429
<b>Shareholders' funds</b>		1,899,282	1,716,686

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 8 January 2008 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 2007

### 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 fixed assets and depreciation**

Depreciation is provided evenly on the cost of tangible fixed 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 2007**

**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**

	<b>Total £</b>
<b>Cost or Valuation</b>	
At 1 September 2006	1,517,148
Capital expenditure	688,681
Revaluation	(3,500)
Disposals	<u>(139,748)</u>
At 31 August 2007	<u>2 062,581</u>
<b>Depreciation</b>	
At 1 September 2006	52,416
Provided in the year	12,494
Disposals	<u>(17,685)</u>
At 31 August 2007	<u>47,225</u>
<b>Net book value</b>	
At 31 August 2007	<u><u>2,015,356</u></u>
At 31 August 2006	<u><u>1,464,732</u></u>

**A J BAKER (GRINDING) LIMITED**

**NOTES TO THE ABBREVIATED ACCOUNTS**  
**31 AUGUST 2007**  
**continued**

**3. INVESTMENTS**

	<b>2007</b>	<b>2006</b>
	<b>£</b>	<b>£</b>
<b>Motor vehicles</b>		
<b>At Valuation</b>		
At 1 September 2006	169,794	75,000
Additions	-	34,794
Revaluation	22,206	60,000
	<hr/>	<hr/>
At 31 August 2007	<u>192,000</u>	<u>169,794</u>

**4. SECURED CREDITORS**

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

**5. SHARE CAPITAL**

	<b>2007</b>	<b>2006</b>
	<b>£</b>	<b>£</b>
<b>Authorised</b>		
50,000 ordinary shares of £1 each	<u>50,000</u>	<u>50,000</u>
<b>Allotted and fully paid</b>		
10,000 ordinary shares of £1 each	<u>10,000</u>	<u>10,000</u>

**6. 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 £558,228 (2006- £8,486). No interest was paid on the account during the year. The directors loan includes £400,000 that will only be repaid when appropriate long term financing arrangements have been made in respect of properties recently acquired.