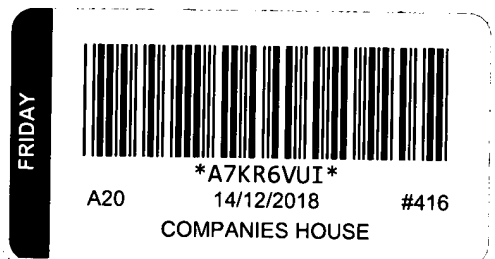


REGISTERED NUMBER: 01268617 (England and Wales)

Unaudited Financial Statements for the Year Ended 31st August 2018

for

A J Baker (Grinding) Limited



**A J Baker (Grinding) Limited (Registered number: 01268617)**

**Contents of the Financial Statements  
for the Year Ended 31st August 2018**

	Page
<b>Company Information</b>	1
<b>Chartered Accountants' Report</b>	2
<b>Balance Sheet</b>	3
<b>Notes to the Financial Statements</b>	5

**A J Baker (Grinding) Limited**

**Company Information**  
**for the Year Ended 31st August 2018**

<b>DIRECTORS:</b>	A J Baker Mrs C E Baker
<b>SECRETARY:</b>	Mrs C E Baker
<b>REGISTERED OFFICE:</b>	Redhouse Industrial Estate Middlemore Lane West Aldridge Walsall Staffordshire WS9 8BG
<b>REGISTERED NUMBER:</b>	01268617 (England and Wales)
<b>ACCOUNTANTS:</b>	Norris-Small Chartered Accountants 2 Camino Road Birmingham West Midlands B32 3XE
<b>BANKERS:</b>	Barclays Bank PLC Queen Square Wolverhampton West Midlands

**Chartered Accountants' Report to the Board of Directors  
on the Unaudited Financial Statements of  
A J Baker (Grinding) Limited**

**The following reproduces the text of the report prepared for the directors and members in respect of the company's annual unaudited financial statements. In accordance with the Companies Act 2006, the company is only required to file a Balance Sheet. Readers are cautioned that the Income Statement and certain other primary statements and the Report of the Directors are not required to be filed with the Registrar of Companies.**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of A J Baker (Grinding) Limited for the year ended 31st August 2018 which comprise the Income statement, Balance Sheet and the related notes from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at [icaew.com/membershandbook](http://icaew.com/membershandbook).

This report is made solely to the Board of Directors of A J Baker (Grinding) Limited, as a body, in accordance with our terms of engagement. Our work has been undertaken solely to prepare for your approval the financial statements of A J Baker (Grinding) Limited and state those matters that we have agreed to state to the Board of Directors of A J Baker (Grinding) Limited, as a body, in this report in accordance with AAF 2/10 as detailed at [icaew.com/compilation](http://icaew.com/compilation). To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and its Board of Directors, as a body, for our work or for this report.

It is your duty to ensure that A J Baker (Grinding) Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit of A J Baker (Grinding) Limited. You consider that A J Baker (Grinding) Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of A J Baker (Grinding) Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.



Norris-Small Chartered Accountants  
2 Camino Road  
Birmingham  
West Midlands  
B32 3XE

Date: 6 December 2018

**A J Baker (Grinding) Limited (Registered number: 01268617)**

**Balance Sheet**  
**31st August 2018**

	Notes	2018		2017	
		£	£	£	£
<b>FIXED ASSETS</b>					
Tangible assets	4		567,915		579,220
Investments	5		462,982		322,500
Investment property	6		1,115,000		1,115,000
			<u>2,145,897</u>		<u>2,016,720</u>
<b>CURRENT ASSETS</b>					
Stocks	7	187,610		189,642	
Debtors: amounts falling due within one year	8	42,471		43,846	
Cash at bank and in hand		98,303		136,021	
		<u>328,384</u>		<u>369,509</u>	
<b>CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR</b>	9	<u>185,502</u>		<u>216,284</u>	
<b>NET CURRENT ASSETS</b>			<u>142,882</u>		<u>153,225</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			2,288,779		2,169,945
<b>CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR</b>	10		(476,957)		(476,957)
<b>PROVISIONS FOR LIABILITIES</b>	12		(30,000)		(33,900)
<b>NET ASSETS</b>			<u>1,781,822</u>		<u>1,659,088</u>

The notes form part of these financial statements

**A J Baker (Grinding) Limited (Registered number: 01268617)**

**Balance Sheet - continued**

**31st August 2018**

	Notes	2018	2017
		£	£
<b>CAPITAL AND RESERVES</b>			
Called up share capital		10,000	10,000
Revaluation reserve	13	359,023	345,123
Retained earnings	13	1,412,799	1,303,965
		<u>1,781,822</u>	<u>1,659,088</u>
<b>SHAREHOLDERS' FUNDS</b>			
		<u>1,781,822</u>	<u>1,659,088</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31st August 2018.

The members have not required the company to obtain an audit of its financial statements for the year ended 31st August 2018 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

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

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the Board of Directors on 6 December 2018 and were signed on its behalf by:



A J Baker - Director

The notes form part of these financial statements

**A J Baker (Grinding) Limited (Registered number: 01268617)**

**Notes to the Financial Statements**  
**for the Year Ended 31st August 2018**

**1. STATUTORY INFORMATION**

A J Baker (Grinding) 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 Company 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.

The financial statements have been prepared under the historical cost convention as modified by the revaluation of investment properties and motor vehicles.

**Turnover**

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

**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	- 2% on cost
Plant and machinery	- 25% on cost
Motor vehicles	- 25% on cost

**Investment property and vehicles**

Investment properties and vehicles are revalued annually to reflect their open market values. Any surplus or deficit is transferred to the revaluation reserve, any deficit below original cost is recognised in the profit and loss account.

**Stocks**

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

Cost includes all direct expenditure and an appropriate proportion of fixed and variable overheads.

**Deferred tax**

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

**Foreign currencies**

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

**Pension costs and other post-retirement benefits**

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

**A J Baker (Grinding) Limited (Registered number: 01268617)**

**Notes to the Financial Statements - continued  
for the Year Ended 31st August 2018**

**3. EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 5.

**4. TANGIBLE FIXED ASSETS**

	Freehold property £	Plant and machinery £	Motor vehicles £	Totals £
<b>COST</b>				
At 1st September 2017	687,468	63,700	6,250	757,418
Additions	-	776	2,200	2,976
At 31st August 2018	<u>687,468</u>	<u>64,476</u>	<u>8,450</u>	<u>760,394</u>
<b>DEPRECIATION</b>				
At 1st September 2017	123,651	52,281	2,266	178,198
Charge for year	10,365	2,303	1,613	14,281
At 31st August 2018	<u>134,016</u>	<u>54,584</u>	<u>3,879</u>	<u>192,479</u>
<b>NET BOOK VALUE</b>				
At 31st August 2018	<u>553,452</u>	<u>9,892</u>	<u>4,571</u>	<u>567,915</u>
At 31st August 2017	<u>563,817</u>	<u>11,419</u>	<u>3,984</u>	<u>579,220</u>

**5. FIXED ASSET INVESTMENTS**

The investment motor vehicles were revalued at their estimated market value at 31 August 2018. The original cost of the investment vehicles was £401,820 (2017 £271,338).

**6. INVESTMENT PROPERTY**

	Total £
<b>FAIR VALUE</b>	
At 1st September 2017 and 31st August 2018	<u>1,115,000</u>
<b>NET BOOK VALUE</b>	
At 31st August 2018	<u>1,115,000</u>
At 31st August 2017	<u>1,115,000</u>

Cost or valuation at 31st August 2018 is represented by:

Valuation in 2018	<u>£</u> <u>1,115,000</u>
-------------------	------------------------------



**Notes to the Financial Statements - continued**  
**for the Year Ended 31st August 2018**

**6. INVESTMENT PROPERTY - continued**

If investment properties had not been revalued they would have been included at the following historical cost:

	2018	2017
	£	£
Cost	<u>788,040</u>	<u>788,040</u>

Investment properties were valued on an open market value basis on 31st August 2018 by the directors.

**7. STOCKS**

	2018	2017
	£	£
Machines	125,855	130,108
Work-in-progress	61,755	59,534
	<u>187,610</u>	<u>189,642</u>

**8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2018	2017
	£	£
Trade debtors	26,020	32,719
VAT	5,585	-
Prepayments and accrued income	10,866	11,127
	<u>42,471</u>	<u>43,846</u>

**9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2018	2017
	£	£
Payments on account	-	67,500
Trade creditors	96,911	59,664
Corporation tax	74,000	68,000
Social security and other taxes	2,620	3,349
VAT	-	4,948
Directors' current accounts	3,055	3,047
Accruals and deferred income	8,916	9,776
	<u>185,502</u>	<u>216,284</u>

**10. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	2018	2017
	£	£
Bank loans more 5 yrs non-inst	<u>476,957</u>	<u>476,957</u>

**A J Baker (Grinding) Limited (Registered number: 01268617)**

**Notes to the Financial Statements - continued**  
**for the Year Ended 31st August 2018**

**10. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR - continued**

	2018	2017
	£	£
Amounts falling due in more than five years:		
Repayable otherwise than by instalments		
Bank loans more 5 yrs non-inst	476,957	476,957
	<u>476,957</u>	<u>476,957</u>

**11. SECURED DEBTS**

The following secured debts are included within creditors:

	2018	2017
	£	£
Bank loans	476,957	476,957
	<u>476,957</u>	<u>476,957</u>

The long term residential investment property mortgages are provided by Capital Home Loans Limited. The loans are of 15 year duration and interest is charged at 1.5% above Bank of England base rate. The loans are secured on the properties to which they relate and by floating charges over the undertaking and other property assets of the company.

The bank overdraft is secured by fixed charge on the company's non residential freehold properties and a floating charge over the company's assets. The bank also holds unlimited guarantees given by the two directors.

**12. PROVISIONS FOR LIABILITIES**

	2018	2017
	£	£
Deferred tax	30,000	33,900
	<u>30,000</u>	<u>33,900</u>
		Deferred tax
		£
Balance at 1st September 2017		33,900
Utilised during year		(3,900)
Utilised in the year		<u>30,000</u>
Balance at 31st August 2018		<u>30,000</u>

**A J Baker (Grinding) Limited (Registered number: 01268617)**

**Notes to the Financial Statements - continued**  
**for the Year Ended 31st August 2018**

**13. RESERVES**

	Retained earnings £	Revaluation reserve £	Totals £
At 1st September 2017	1,303,965	345,123	1,649,088
Profit for the year	317,734	-	317,734
Dividends	(195,000)	-	(195,000)
Transfer	(13,900)	13,900	-
	<hr/>	<hr/>	<hr/>
At 31st August 2018	<u>1,412,799</u>	<u>359,023</u>	<u>1,771,822</u>