E.B. MILLS PROPERTY CO. LIMITED

19 765621/41

DIRECTORS' REPORT

The Directors submit their report and accounts for the year ended 31st March, 1985.

RESULTS AND DIVIDENDS

The trading profit for the year, after taxation, amounted to £3,722.

The Directors recommend the payment of a dividend of £28 per share on the results for the year payable on 31st March, 1986.

REVIEW OF THE BUSINESS AND FUTURE DEVELOPMENTS

The Company's principal activities during the year were as a Property Investment Company. The Company has traded profitably over the year and in the opinion of your Directors the Balance Sheet shows a satisfactory state of affairs at the year end.

No major changes are foreseen in the future development of the Company.

FIXED ASSETS

There were no changes in Fixed Assets during the year under review.

MARKET VALUE OF LAND AND BUILDINGS

The Freehold Buildings have not been revalued in accordance with Statement of Standard Accounting Practice No. 19, as, in the opinion of the Directors, the current market value is in excess of Book Value and the costs of revaluation would afford no useful purpose.

DIRECTORS AND THEIR INTERESTS

The Directors who served throughout the year and their interests in the ordinary shares of the Company were as follows:

	1985	1984
	98	98
E.B. Mills	2	2
Mrs. A.P.M. Mills		

Mrs. A.P.M. Mills retires by rotation and, being eligible, offers herself for re-election.

AUDITORS

A resolution to re-appoint Tiffin Green as auditors will be put to the members at the Annual General Meeting.

BY ORDER OF THE BOARD

A.P.M. Mills.

A.P.M. Mills
Secretary.
8th May, 1986.

COMPANIES REGISTRATION OFFICE -6 JUN 1986

REPORT OF THE AUDITORS TO THE MEMBERS OF

E.B. MILLS PROPERTY CO. LIMITED

We have audited the financial statements on pages 3 to 6 in accordance with approved Auditing Standards having regard to the matters referred to in the following paragraphs.

In common with many businesses of a similar size the company's system of control is dependent on the close involvement of the Directors and where independent confirmation was not available we have accepted assurances from the Directors that all matters are reflected in the financial statements.

Subject to the foregoing, in our opinion the financial statements, which have been prepared under the historical cost convention give a true and fair view of the state of the company's affairs at 31st March, 1985 and of its profit for the year then ended and comply with the Companies Act, 1985.

TIFFIN GREEN.

Chartered Accountants.

11, Queens Road,
Brentwood,
Essex.
8th May, 1986.

E.B. MILLS PROPERTY CO. LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31ST MARCH, 1985

	Notes	1985 £	1984 £
RENTS AND COMMISSIONS RECEIVED		7,275	4,600
Administrative Expenses		1,886	940
OPERATING PROFIT	2	5,389	3,660
Interest Receivable	4	55	56
Interest Payable	5	(111)	(86)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		5,333	3,630
Tax on Profit on Ordinary Activities	6	1,611	1,089
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		3,722	2,541
Dividends	7	2,800	2,400
		922	141
Retained Profit Brought Forward		6,723	6,582
RETAINED PROFIT CARRIED FORWARD		£ 7,645	£ 6,723

E.B. MILLS PROPERTY CO. LIMITED

BALANCE SHEET

AT 31ST MARCH, 1985

	Notes	1985 £	£	1984 £	£
FIXED ASSETS					
Tangible Assets	8		16,000		16,000
CURRENT ASSETS					
Stocks	9	9,989		9,989	
Debtors	10	1,126		700	
Investment (Short Term)	11	1,189		396	
		12,304		11,085	
CREDITORS: Amounts falling due within one year	12	11,190		10,893	
NET CURRENT ASSETS			1,114		192
			£17,114		£16,192
CAPITAL AND RESERVES					
			£		£
Called up Share Capital	14		100		100
Revaluation Reserve	15		9,369		9,369
Profit and Loss Account			7,645		6,723
			£17,114		£16,192

.....EBMills.....) E.B. Mills

.....A.P.M. Mills.....) A.P.M. Mills

) Directors

E.B. MILLS PROPERTY CO. LIMITED

NOTES TO THE ACCOUNTS

AT 31ST MARCH, 1985

1. ACCOUNTING POLICIES

Accounting Convention.

The accounts are prepared under the historical cost convention (Modified to include the revaluation of freehold land and buildings).

Stocks.

Stocks are stated at the lower of cost and net realisable value.

(i) Net realisable value is based on estimated selling price less further costs expected to be incurred to completion or disposal.

2. OPERATING PROFIT

This is stated after charging or crediting:

	1985	1984
	£	£
Directors' Emoluments	500	500
Auditors' Remuneration	175	150

3. STAFF COSTS

	1985	1984
Directors' Fees	£ 500	£ 500

The average weekly number of employees during the year was made up as follows: Directors 2

4. INTEREST RECEIVABLE

	1985	1984
Bank Deposit Account	£ 55	£ 56

5. INTEREST PAYABLE

	1985	1984
Bank Loans and Overdrafts	£ 111	£ 86

6. TAX ON PROFIT ON ORDINARY ACTIVITIES

	1985	1984
	£	£
Based on the profit for the Year:		
Corporation Tax at 30%	1,611	1,089
Taxation under provided in previous years	-	(249)
Corporation Tax	£1,611	£ 1,338

7. DIVIDENDS

A dividend of £2,800 on the results for the year is payable on 31st March, 1986.

8. TANGIBLE FIXED ASSETS

	1985	1984
Freehold Properties:		
Valuation as at 31st March, 1966	£16,000	£16,000

9. STOCKS

	1985	1984
Land on Hand	£ 9,989	£ 9,989

The original building consent on the land owned by the Company at Stone Street, Near Boxford, Suffolk has now expired, but the Directors are confident of new permission being obtained, and the value of the land is not less than shown.

10. DEBTORS

	1985	1984
Sundry Debtors	£1,126	£ 700

11. INVESTMENTS (SHORT TERM)

	1985	1984
Bank Deposit Account	£1,189	£ 396

E.B. MILLS PROPERTY CO. LIMITED

NOTES TO THE ACCOUNTS

AT 31ST MARCH, 1985

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	1985	1984
	£	£
Current Instalment due on Bank Loan	500	500
Bank Overdraft (see below)	93	385
Current Corporation Tax	1,858	1,338
Other Creditors	2,045	3,511
Directors Loans	3,894	2,759
Proposed Dividend	2,800	2,400
	£11,190	£10,893

The bank overdraft is secured by a legal mortgage over land at Stone Street, Nr. Boxford, Suffolk, and by the personal guarantees of the Directors.

13. BANK LOANS

The bank loan bears interest at 4% over National Westminster Bank base rate and is repayable on demand.

The current portion of the loan amounting to £500 (1984 £500) is shown in current liabilities.

The loan is secured on a legal mortgage over land at Stone Street, Nr. Boxford, Suffolk together with joint and several guarantees of the Directors.

14. SHARE CAPITAL

	Authorised		Allotted, called up and fully paid	
	1985	1984	1985	1984
	No.	No.	£	£
Ordinary Shares of £1 each	100	100	100	100

15. REVALUATION RESERVE

	1985	1984
	£	£
Surplus on Revaluation of Freehold Properties as at 31st March, 1966	9,369	9,369

30/6/86