

MILLS AND SONS LIMITED

ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31 DECEMBER 2007

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COMPANIES HOUSE

Company number: 2677607 (England and Wales)

MILLS AND SONS LIMITED

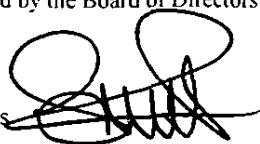
BALANCE SHEET AS AT 31 DECEMBER 2007

	Note	2007	2006
FIXED ASSETS			
Tangible assets	2	205,167	145,213
CURRENT ASSETS			
Stock		92,342	84,141
Debtors	3	331,230	344,858
Cash at bank and in hand		145,902	172,086
		<u>569,474</u>	<u>601,085</u>
CREDITORS Amounts falling due within one year		<u>(291,782)</u>	<u>(298,745)</u>
NET CURRENT ASSETS		277,692	302,340
TOTAL ASSETS LESS CURRENT LIABILITIES		482,859	447,553
PROVISION FOR LIABILITIES AND CHARGES			
Deferred taxation		(8,686)	(10,791)
NET ASSETS		<u>£ 474,173</u>	<u>£ 436,762</u>
CAPITAL AND RESERVES			
Called up share capital	4	1,000	1,000
Profit and loss account		473,173	435,762
SHAREHOLDERS FUNDS		<u>£ 474,173</u>	<u>£ 436,762</u>

The directors consider that the Company is entitled to exemption from the requirement to have an audit under the provisions of section 249A(1) of the Companies Act 1985. Members have not required the Company under section 249B(2) of the Companies Act 1985 to obtain an audit for the year ended 31 December 2007. The directors acknowledge their responsibilities for ensuring that the Company keeps accounting records which comply with section 221 of the Companies Act 1985 and for preparing accounts which give a true and fair view of the state of affairs of the Company as at 31 December 2007 and of its profit for the year then ended in accordance with the requirements of section 226 and which otherwise comply with the requirements of the Act relating to the accounts so far as applicable to the Company. The accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies.

Approved by the Board of Directors on 2 October 2008 and signed on its behalf by

S R Mills
Director



MILLS AND SONS LIMITED

NOTES TO THE ACCOUNTS

YEAR ENDED 31 DECEMBER 2007

1 ACCOUNTING POLICIES

Basis of preparation of accounts

The accounts have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007)

Turnover

Turnover is the amount derived from the provision of goods and services falling within the Company's ordinary activities after deduction of trade discounts and value added tax

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 of fixed assets, less their estimated residual value, over their expected useful lives on the following bases

Leasehold property improvements	10% per annum, straight line basis
Plant and equipment	15% per annum, reducing balance basis
Motor vehicles	25% per annum, reducing balance basis

Leased assets

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to the profit and loss account over the lease term

Assets held under finance leases and hire purchase contracts are capitalized and depreciated over their useful lives. The capital element of the corresponding lease or hire purchase obligation is treated in the balance sheet as a liability. The interest element of rental obligations is charged to profit and loss account in proportion to the net obligation outstanding in each period

Stock

Stock is valued at the lower of cost and net realizable value, after making due allowance for obsolete and slow moving items

Deferred taxation

The charge for taxation takes into account taxation deferred as a result of timing differences between the treatment of certain items for taxation and accounting purposes. In general, deferred taxation is recognized in respect of all timing differences that have originated but not reversed at the balance sheet date. However, deferred tax assets are recognized only to the extent that the directors consider that it is more likely than not that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Deferred taxation is measured on a non-discounted basis at the average tax rates that would apply when the timing differences are expected to reverse based on tax rates and laws that have been enacted by the balance sheet date

Pension costs

The Company operates a defined contribution pension scheme, Mills Pension Fund, for the directors and contributions are charged to the profit and loss account for the year in which they are payable. The scheme is a small self-administered pension scheme

MILLS AND SONS LIMITED

NOTES TO THE ACCOUNTS

YEAR ENDED 31 DECEMBER 2007

2 TANGIBLE FIXED ASSETS

	Total
Cost	
At 1 January 2007	376,651
Additions	91,829
At 31 December 2007	468,480
Depreciation	
At 1 January 2007	231,438
Charge for the year	31,875
At 31 December 2007	263,313
Net book value	
At 31 December 2006	£ 145,213
At 31 December 2007	£ 205,167

3 DEBTORS

Included in debtors is a loan to Mr S R Mills, a director, of £38,899 (2006 £36,110) The loan is interest free and repayable on demand The maximum amount outstanding during the year was £38,899 (2006 £45,366)

	2007	2006
4 SHARE CAPITAL		
Authorized		
Ordinary shares of £1 each	100,000	100,000
Issued, allotted and fully paid		
Ordinary shares of £1 each	1,000	1,000

5 TRANSACTIONS WITH DIRECTORS

During the year the Company paid rent of £10,000 (2006 £10,000) for land and buildings to Mr S R Mills, £2,603 (2006 £10,000) to the estate of Mr R E C Mills deceased for the period to 5 April 2007 and £7,397 to Mrs E A Mills for the period from 6 April 2007

Mrs E A Mills is entitled to the income from the estate

Mr S R Mills and Mrs E A Mills control ATS Machinery Limited from which the Company bought goods and services to the value of £2,370 (2006 £627) Charges to ATS Machinery Limited were £20,000 for rent (2006 £20,000) and £29,000 (2006 £29,000) for a proportion of shared overheads All transactions took place under normal commercial terms at an arms length basis

The Company also provided loans, interest free and repayable on demand, to ATS Machinery Limited At the balance sheet date the total outstanding was £107,602 (2006 £126,536)