

**A. & E. BAINES LIMITED**  
**UNAUDITED ABBREVIATED ACCOUNTS**  
**31 DECEMBER 2011**



**LITHGOW PERKINS LLP**  
Chartered Accountants  
Crown Chambers  
Princes Street  
Harrogate

**A. & E. BAINES LIMITED**  
**ABBREVIATED ACCOUNTS**  
**YEAR ENDED 31 DECEMBER 2011**

<b>CONTENTS</b>	<b>PAGE</b>
Report to the directors on the preparation of the unaudited statutory financial statements	<b>1</b>
Abbreviated Balance sheet	<b>2</b>
Notes to the Abbreviated accounts	<b>4</b>

# **A. & E. BAINES LIMITED**

## **REPORT TO THE DIRECTORS ON THE PREPARATION OF THE UNAUDITED STATUTORY FINANCIAL STATEMENTS OF A. & E. BAINES LIMITED**

**YEAR ENDED 31 DECEMBER 2011**

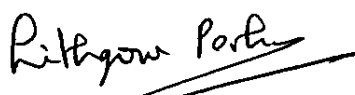
In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the abbreviated accounts of A & E Baines Limited for the year ended 31 December 2011 as set out on pages 2 to 7 from the company's accounting records and from information and explanations you have given us

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

This report is made solely to the Board of Directors of A & E Baines Limited, as a body, in accordance with the terms of our engagement letter dated 14 November 2011. Our work has been undertaken solely to prepare for your approval the abbreviated accounts of A & E Baines Limited and state those matters that we have agreed to state to them, as a body, in this report in accordance with the requirements of The Institute of Chartered Accountants in England and Wales as detailed at [www.icaew.com](http://www.icaew.com). To the fullest extent possible permitted by law, we do not accept or assume responsibility to anyone other than A & E Baines Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that A & E Baines Limited has kept adequate accounting records and to prepare statutory abbreviated accounts that give a true and fair view of the assets, liabilities, financial position and profit or loss of A & E Baines Limited. You consider that A & E Baines 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 abbreviated accounts of A & E Baines 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 abbreviated accounts.

  
**LITHGOW PERKINS LLP**  
Chartered Accountants

Crown Chambers  
Princes Street  
Harrogate

6 March 2012

**A. & E. BAINES LIMITED**  
**ABBREVIATED BALANCE SHEET**  
**31 DECEMBER 2011**

	Note	2011 £	2010 £
<b>FIXED ASSETS</b>	<b>2</b>		
Tangible assets		<u>3,031,020</u>	<u>3,063,315</u>
<b>CURRENT ASSETS</b>			
Debtors		35,294	53,579
Cash at bank and in hand		<u>41,041</u>	<u>18,678</u>
		76,335	72,257
<b>CREDITORS: Amounts falling due within one year</b>		<u>79,336</u>	<u>119,868</u>
<b>NET CURRENT LIABILITIES</b>		<u>(3,001)</u>	<u>(47,611)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>3,028,019</u>	<u>3,015,704</u>
<b>CREDITORS: Amounts falling due after more than one year</b>	<b>3</b>		
		<u>1,750,000</u>	<u>1,750,000</u>
		<u>1,278,019</u>	<u>1,265,704</u>
<b>CAPITAL AND RESERVES</b>			
Called-up equity share capital	<b>6</b>	33,000	33,000
Share premium account		63,000	63,000
Revaluation reserve		989,013	989,013
Profit and loss account		<u>193,006</u>	<u>180,691</u>
<b>SHAREHOLDERS' FUNDS</b>		<u>1,278,019</u>	<u>1,265,704</u>

The Balance sheet continues on the following page  
The notes on pages 4 to 7 form part of these abbreviated accounts.

# **A. & E. BAINES LIMITED**

## **ABBREVIATED BALANCE SHEET** *(continued)*

**31 DECEMBER 2011**

The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 2006 (the Act) relating to the audit of the financial statements for the year by virtue of section 477, and that no member or members have requested an audit pursuant to section 476 of the Act

The directors acknowledge their responsibilities for

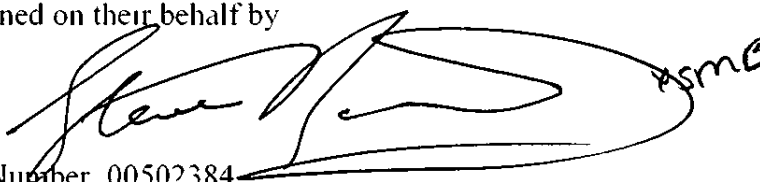
- (i) ensuring that the company keeps adequate accounting records which comply with section 386 of the Act, and
- (ii) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of section 393, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company

These abbreviated accounts have been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006

These abbreviated accounts were approved by the directors and authorised for issue on 6 March 2012, and are signed on their behalf by

S M BAINES  
Director

Company Registration Number 00502384

A handwritten signature in black ink, appearing to read 'S M BAINES', is written over a large, faint, oval-shaped stamp. The signature is written in a cursive, flowing style.

**The notes on pages 4 to 7 form part of these abbreviated accounts.**

# **A. & E. BAINES LIMITED**

## **NOTES TO THE ABBREVIATED ACCOUNTS**

**YEAR ENDED 31 DECEMBER 2011**

### **1. ACCOUNTING POLICIES**

#### **Basis of accounting**

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of certain fixed assets, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

#### **Turnover**

The turnover shown in the profit and loss account represents rent receivable during the year

#### **Fixed assets**

All fixed assets are initially recorded at cost

#### **Depreciation**

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows

Fixtures & Fittings	- 20% straight line
Motor Vehicles	- 25% reducing balance

#### **Investment properties**

No depreciation is provided on investment properties in accordance with Statement of Standard Accounting Practice No 19. This constitutes a departure from the Companies Act 1985 and as such the profit for the year is stated higher than it would have been if the full requirements of the Companies Act had been followed. The reasoning behind not providing for any depreciation in the year is that the property is subject to an annual valuation by the company's directors in accordance with UK GAAP.

#### **Leasing and hire purchase commitments**

Assets held under finance leases, which are leases where substantially all the risks and rewards of ownership of the asset have passed to the company, and hire purchase contracts are capitalised in the balance sheet and are depreciated over their useful lives. The capital elements of future obligations under the leases and hire purchase contracts are included as liabilities in the balance sheet.

The interest elements of the rental obligations are charged in the profit and loss account over the periods of the leases and hire purchase contracts and represent a constant proportion of the balance of capital repayments outstanding.

# **A. & E. BAINES LIMITED**

## **NOTES TO THE ABBREVIATED ACCOUNTS**

**YEAR ENDED 31 DECEMBER 2011**

### **1. ACCOUNTING POLICIES** *(continued)*

#### **Pension costs**

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the profit and loss account.

#### **Deferred taxation**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax, with the following exceptions:

Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold.

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

#### **Financial instruments**

Financial instruments are classified and accounted for according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

# A. & E. BAINES LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 DECEMBER 2011

### 2. FIXED ASSETS

	Tangible Assets £
<b>COST OR VALUATION</b>	
At 1 January 2011	3,103,588
Additions	(30,928)
<b>At 31 December 2011</b>	<b><u>3,072,660</u></b>
<b>DEPRECIATION</b>	
At 1 January 2011	40,273
Charge for year	1,367
<b>At 31 December 2011</b>	<b><u>41,640</u></b>
<b>NET BOOK VALUE</b>	
<b>At 31 December 2011</b>	<b><u>3,031,020</u></b>
At 31 December 2010	<u>3,063,315</u>

In accordance with Statement of Standard Accounting Practice No 19 the freehold properties were valued by the directors at their open market value. The historical cost of land and buildings at 31 December 2011 was £2,038,388 (2010 £2,069,316)

### 3. CREDITORS: Amounts falling due after more than one year

The following liabilities disclosed under creditors falling due after more than one year are secured by the company

	2011 £	2010 £
Bank loans and overdrafts	<u>1,750,000</u>	<u>1,750,000</u>

### 4. CONTROLLING INTEREST

The company is controlled by no one person

### 5. RELATED PARTY TRANSACTIONS

Freehold property additions includes £1,207 (2010 £8,412) relating to development work done by VLB Developments Limited, a company under the control of S M Baines who is also a director and shareholder of A & E Baines Limited. All transactions were carried out on normal commercial terms.

Dividends of £16,313 were paid to directors during the year



# **A. & E. BAINES LIMITED**

## **NOTES TO THE ABBREVIATED ACCOUNTS**

**YEAR ENDED 31 DECEMBER 2011**

### **6. SHARE CAPITAL**

**Allotted, called up and fully paid:**

	2011		2010	
	No	£	No	£
33,000 Ordinary shares of £1 each	<u>33,000</u>	<u>33,000</u>	<u>33,000</u>	<u>33,000</u>