

**REGISTERED NUMBER**  
**1572004**  
**ENGLAND AND WALES**

**JAFCO TOOLS LIMITED**  
**ABBREVIATED ACCOUNTS**  
**30TH SEPTEMBER 2009**

WEDNESDAY



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23/06/2010

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COMPANIES HOUSE

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**JAFCO TOOLS LIMITED**

**INDEPENDENT AUDITORS' REPORT TO JAFCO TOOLS LIMITED UNDER SECTION 449B OF THE COMPANIES ACT 2006**

We have examined the abbreviated accounts set out on pages 4 to 9, together with the financial statements of Jafco Tools Limited for the year ended 30th September 2009, prepared under section 396 of the Companies Act 2006

This report is made solely to the company, in accordance with section 449 of the Companies Act 2006. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company, for our work, for this report, or for the opinions we have formed.

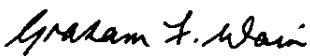
**RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS**

The directors are responsible for preparing the abbreviated accounts in accordance with Section 444 of the Companies Act 2006. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with the regulations made under that section and to report our opinion to you.

We conducted our work in accordance with Bulletin 2008/4 issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts are properly prepared.

**OPINION**

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with section 444(3) of the Companies Act 2006, and the abbreviated accounts have been properly prepared in accordance with the regulations made under that section.



.....  
G.F. Wain, FCA

For and on behalf of Cox Jerome, Statutory Auditor

**COX JEROME  
REGISTERED AUDITOR  
WALSALL  
4TH JUNE 2010**

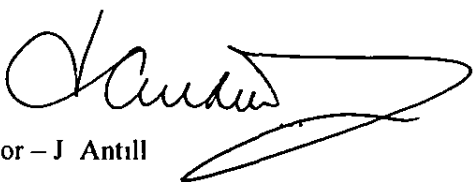
**JAFCO TOOLS LIMITED****ABBREVIATED BALANCE SHEET****30TH SEPTEMBER 2009**

	Notes	2009 £	2008 £
<b>FIXED ASSETS</b>			
Tangible assets	2	832,566	834,219
<b>CURRENT ASSETS</b>			
Stocks		471,766	553,344
Debtors	3	142,165	279,358
		<hr/> 613,931	<hr/> 832,702
<b>CREDITORS</b> – amounts falling due within one year	4	526,622	593,292
		<hr/>	<hr/>
<b>NET CURRENT ASSETS</b>		87,309	239,410
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<hr/> 919,875	<hr/> 1,073,629
<b>CREDITORS</b> – amounts falling due after more than one year	4	259,053	276,773
		<hr/> 660,822	<hr/> 796,856
<b>CAPITAL AND RESERVES</b>			
Called up share capital	5	30,000	30,000
Share premium account		10,000	10,000
Profit and loss account		620,822	756,856
		<hr/> 660,822	<hr/> 796,856

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime

The financial statements on pages 4 to 9 were approved by the Board of Directors on 3rd June 2010 and were signed on its behalf by

Director – J Antill



**1. ACCOUNTING POLICIES****Basis of accounting**

The accounts have been prepared under the historical cost convention, on a going concern basis and in accordance with applicable accounting standards

**Cash flow**

The accounts do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under Financial Reporting Standard 1 'Cash flow statements'

**Tangible fixed assets**

With the exception of freehold property, which has not been depreciated, fixed assets are being depreciated so as to write them off over their anticipated useful lives at the following annual rates on a straight line basis

Plant and machinery	- 10% and 20% straight lines
Office, fixtures and fittings	- 15% straight line
Motor vehicles	- 25% straight line
Computers	- 33 3% straight line
Tooling	- 50% straight line

The freehold property has not been depreciated as is the opinion of the directors, the market value is in excess of the value shown on the balance sheet and a depreciation charge and related accumulated depreciation balance would not be material as the property has a long remaining useful life

**Stocks**

Stocks and work in progress are valued at the lower of cost and net realisable value, after making due allowances for obsolete and slow moving items. Cost includes all direct expenditure and an appropriate proportion of fixed and variable overheads. Net realisable value is based on estimated selling price after taking into account all further losses expected to be incurred on completion and disposal

**Deferred taxation**

Deferred tax is recognised on all timing differences which have originated, but not reversed, at the balance sheet date, except for those relating to properties where there is no commitment or intention to sell the property. Timing differences represent accumulated differences between the company's taxable profit and its financial profit and arise primarily from the difference between accelerated capital allowances and depreciation. Deferred tax liabilities and assets are not discounted

**Hire purchase**

Interest on hire purchase agreements is charged to revenue in equal instalments over the life of each agreement

**Turnover**

Turnover represents the sales value of goods dispatched during the year, excluding value added tax

**Research and development**

Revenue expenditure on research and development is written off against the results as incurred

## **JAFCO TOOLS LIMITED**

### **NOTES TO THE ABBREVIATED ACCOUNTS (Continued) YEAR ENDED 30TH SEPTEMBER 2009**

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

##### **Foreign exchange**

Assets and liabilities expressed in foreign currencies are translated to sterling at the rates of exchange ruling at the balance sheet date. Transactions denominated in foreign currencies are translated to sterling at the exchange rate ruling on the date payment takes place unless related or matching forward foreign exchange contracts have been entered into when the rate specified in the contract is used. Exchange differences are included in the profit and loss account.

##### **Pension costs**

Contributions in respect of the company's defined contribution scheme are charged to the profit and loss account for the year in which they are payable to the scheme.

##### **Operating leases**

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profit as incurred.

**JAFCO TOOLS LIMITED****NOTES TO THE ABBREVIATED ACCOUNTS (Continued)**  
**YEAR ENDED 30TH SEPTEMBER 2009****2. TANGIBLE FIXED ASSETS**

	<b>Freehold property £</b>	<b>Vehicles &amp; machinery £</b>	<b>Total £</b>
<b>COST</b>			
At 30th September 2008	809,976	107,797	917,773
Additions	1,100	13,944	15,044
Disposals	-	(11,830)	(11,830)
	<hr/>	<hr/>	<hr/>
At 30th September 2009	811,076	109,911	920,987
	<hr/>	<hr/>	<hr/>
<b>DEPRECIATION</b>			
At 30th September 2008	-	83,554	83,554
Charge for the year	-	13,986	13,986
Disposals	-	(9,119)	(9,119)
	<hr/>	<hr/>	<hr/>
At 30th September 2009	-	88,421	88,421
	<hr/>	<hr/>	<hr/>
<b>NET BOOK VALUE</b>			
At 30th September 2009	811,076	21,490	832,566
	<hr/>	<hr/>	<hr/>
At 30th September 2008	809,976	24,243	834,219
	<hr/>	<hr/>	<hr/>

**ASSETS HELD UNDER HIRE PURCHASE**

Included in tangible assets are motor vehicles held under hire purchase as follows

	<b>Total £</b>
<b>COST</b>	
At 30th September 2008	22,580
Additions	12,495
Disposals	(11,830)
	<hr/>
At 30th September 2009	23,245
	<hr/>
<b>DEPRECIATION</b>	
At 30th September 2008	14,359
Charge for the year	5,728
Disposals	(9,119)
	<hr/>
At 30th September 2009	10,968
	<hr/>
<b>NET BOOK VALUE</b>	
At 30th September 2009	12,277
	<hr/>
At 30th September 2008	8,221
	<hr/>

## **JAFCO TOOLS LIMITED**

### **NOTES TO THE ABBREVIATED ACCOUNTS (Continued)** **YEAR ENDED 30TH SEPTEMBER 2009**

#### **3. DEBTORS**

Trade debtors include amounts totalling £109,807 (2008 - £247,020), which are assigned under a factoring agreement (See note 4)

#### **4. CREDITORS**

Included in creditors is a loan, including accrued interest, due to R J Antill of £24,211 (2008 - £20,039), a director of the company. There are no fixed repayment terms and the loan bears interest at 4% above Lloyds TSB Bank Plc base rate (See note 8)

Creditors also include a loan due to J Antill of £8,184 (2008 - £8,184), the other director of the company. There are no fixed repayment terms and no interest was accrued during the year

The bank loans, the aggregate total of which amounts to £273,247 (2008 - £291,002), comprises two loans of £226,825 (2008 - £241,693) and £46,422 (2008 - £49,307). These loans are to be repaid by 29th September 2021 and 17 January 2022 respectively

The bank loans are secured by a legal charge over the company's freehold property

#### **5. CALLED UP SHARE CAPITAL**

	<b>2009</b>	<b>2008</b>
	<b>£</b>	<b>£</b>
Authorised 35,000 ordinary shares of £1 each	35,000	35,000
Allotted, called up and fully paid 30,000 ordinary shares of £1 each	30,000	30,000

#### **6. PENSION COMMITMENTS**

The company operates a defined contribution scheme on behalf of some of its employees. The assets of the scheme are held separately from those of the company in an independently administered fund. The total premiums paid during the year amounted to £1,526 (2008 - £1,526)

#### **7. ULTIMATE CONTROLLING PARTY**

The ultimate controlling party is J Antill by virtue of his majority shareholding in the company



**JAFCO TOOLS LIMITED****NOTES TO THE ABBREVIATED ACCOUNTS (Continued)**  
**YEAR ENDED 30TH SEPTEMBER 2009****8. DIRECTORS' INTEREST IN TRANSACTIONS**

During the year the company accrued interest to the following director in respect of loans made to the company (See note 4)

	<b>2009</b>	<b>2008</b>
	<b>£</b>	<b>£</b>
R J Antill	1,172	1,824
	<hr/>	<hr/>

**9. LEASE COMMITMENTS**

As at 30th September 2009, the company was committed to making the following annual payments in respect of operating leases which expire in 2012

	<b>2009</b>	<b>2008</b>
	<b>£</b>	<b>£</b>
Office equipment - telephone system	3,804	3,804
	<hr/>	<hr/>

**10. PROVISIONS FOR LIABILITIES AND CHARGES**

Deferred tax in respect of rollover relief on the 2005 sale of property of £111,000 (2008 - £109,400 has not been provided) Also a deferred tax asset of £46,000 (2008 - £18,200) has not been recognised