

Regis Crow

THE TIMBER MILL LIMITED

DIRECTOR'S REPORT AND ACCOUNTS

FOR THE YEAR ENDED 31 DECEMBER 2005

COMPANY NO.04973057 (ENGLAND AND WALES)



J A Whittick, FCA
1 Shepherds Close
Winchester
Hampshire SO22 4HU

THE TIMBER MILL LIMITED

Director

J W Jones

Secretary

Mrs A L Jones

Registered Office

1 Shepherds Close, Winchester, Hampshire SO22 4HU

Accountant

J A Whittick F C A, 1 Shepherds Close, Winchester SO22 4HU


Bankers

Abbey Bank, Business Banking Centre, Clarence House, Clarence Place, Newport, Gwent NP19 7UP

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The accounts set out on pages 3 to 7 were approved by the Board of Directors on 13 October 2006 and are signed on its behalf by:


.....
Director

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THE TIMBER MILL LIMITED

DIRECTOR'S REPORT

YEAR TO 31 DECEMBER 2005

Accounts

The director presents his report and accounts for the year to 31 December 2005.

Statement of director's responsibilities

Company law requires the director to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that year. In preparing those financial statements, the director is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable him to ensure that the financial statements comply with the Companies Act 1985. He is also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Activities

The principal activity of the company is that of forestry, logging and the manufacture of furniture.

Results

A profit of £7,072 has been credited to reserves.

Fixed assets

Changes in fixed assets in the year are shown in Note 4, Page 5.

THE TIMBER MILL LIMITED
DIRECTOR'S REPORT (continued)

Political contributions and charitable donations

There were no political contributions made during the year.

Tax status

In the opinion of the director the company is a close company within the meaning of Section 282, Income and Corporation Taxes Act 1970.

Director

The member of the board during the year was -

J W Jones

Reporting Accountant

J A Whittick F C A , 1 Shepherds Close, Winchester SO22 4HU

By Order of the Board -

Director



J. A. WHITTICK, F.C.A.

CHARTERED ACCOUNTANT

REGISTERED AUDITOR

1 Shepherds Close, Olivers Battery, Winchester, Hants, SO22 4HU

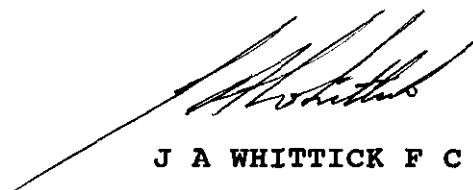
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E-mail: j.whittick@ntlworld.com

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ACCOUNTANT'S REPORT ON THE UNAUDITED ACCOUNTS TO THE DIRECTOR OF OF THE TIMBER MILL LIMITED

As described on the balance sheet you are responsible for the preparation of the accounts for the year ended 31 December 2005, set out on pages 3 to 7, and you consider that the company is exempt both from an audit and a report under section 249A(2) of the Companies Act 1985. In accordance with your instructions, I have compiled these unaudited accounts in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to me.



J A WHITTICK F C A

Winchester

13 October 2006

Chartered Accountant

THE TIMBER MILL LIMITED
 PROFIT AND LOSS ACCOUNT
 FOR THE YEAR ENDED 31 DECEMBER 2005

	<u>Notes</u>	<u>2005</u>	<u>2004</u>
Turnover	1	95,510	51,415
Cost of sales		(64,822)	(30,849)
Gross Profit		<u>30,688</u>	<u>20,566</u>
Administration costs		(23,642)	(19,482)
Interest received		26	5
		<u> </u>	<u> </u>
Profit (loss) on ordinary activities before taxation	2	7,072	1,089
Tax on profit on ordinary activities	3	-	-
		<u> </u>	<u> </u>
Profit (loss) on ordinary activities after taxation		£7,072 =====	£1,089 =====

The company has no recognised gains or losses other than the profit or loss for the year.

The notes on pages 5 to 7 form part of these accounts.


THE TIMBER MILL LIMITED
BALANCE SHEET
AT 31 DECEMBER 2005

	<u>Notes</u>	<u>2005</u>	<u>2004</u>
Fixed assets			
Tangible assets	4	28,738	13,411
Current assets			
Stock		6,000	-
Debtors	5	5,474	15,758
Cash at bank and in hand		6,328	2,190
		<u>17,802</u>	<u>17,948</u>
Creditors			
Amounts falling due within one year	6	(18,143)	(11,435)
		<u>(341)</u>	<u>6,513</u>
Net current assets (liabilities)			
		<u>28,397</u>	<u>19,924</u>
Total assets less current liabilities			
Creditors			
Amounts falling due after one year		(20,234)	(18,833)
		<u>£8,163</u>	<u>£1,091</u>
		=====	=====
Capital and reserves			
Called up share capital	7	2	2
Profit and loss account	8	8,161	1,089
		<u>£8,163</u>	<u>£1,091</u>
		=====	=====

The exemption conferred by section 249A(1) not to have these accounts audited applies to the company and the director confirms that no notice has been deposited under S 249B(2) of the Companies Act 1985.

The director acknowledges his responsibilities for ensuring that:

- i) the company keeps accounting records which comply with section 221 of the Companies Act 1985, and
 - ii) the accounts give a true and fair view of the state of affairs of the company as at 31 December 2005 and of its profit or loss for the period then ended in accordance with the requirements of S 226, and which otherwise comply with the requirements of the Companies Act 1985 relating to accounts, so far as applicable to the company.
- The notes on pages 5 to 7 have been approved by the Board of Directors on 13 October 2006 and are signed on its behalf by


.....
Director

The notes on pages 5 to 7 form part of these accounts.

THE TIMBER MILL LIMITED

NOTES TO THE ACCOUNTS

AT 31 DECEMBER 2005

1. Accounting policies

The following accounting policies have been applied in dealing with items which are considered material in relating to the company's accounts.

Accounting convention

The accounts are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005).

The company has taken advantage of the exemption in FRS No. 1 from the requirement not to produce a cashflow statement on the grounds that it is a small company.

Tangible fixed assets

Tangible fixed assets (including assets purchased under Hire Purchase agreements) are written off over their anticipated useful life (taking into account any anticipated residual value) as follows:

Vehicles and caravan	25%	Reducing balance
Machinery and equipment	15%	Reducing balance
Office equipment	33.33%	Reducing balance

Turnover

Turnover represents invoiced fees net of Value Added Tax.

Taxation

Current and deferred taxation is determined at current rates on the net profit or loss for the period after taking account of income and expenditure not subject to taxation, and charges or credits relating to periods other than the current period.

2. Profit on ordinary activities before taxation

Profit on ordinary activities is stated after charging and crediting

	<u>2005</u>	<u>2004</u>
Depreciation	£6,252	£2,602
	=====	=====
Bank interest received	£26	£5
	===	===

THE TIMBER MILL LIMITED

NOTES TO THE ACCOUNTS AT 31 DECEMBER 2005

	<u>2005</u>		<u>2004</u>	
3. Tax on profit on ordinary activities				
U K Current year taxation	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	=====	=====	=====	=====
4. Fixed assets				
	<u>Vehicle & Caravan</u>	<u>Machinery & equipment</u>	<u>Office Equipment</u>	<u>Total</u>
Cost				
At 31/12/04	-	14,413	1,319	15,732
Additions	7,750	13,761	349	21,860
Disposals	-	-	-	-
At 31/12/2005	<u>7,750</u>	<u>28,174</u>	<u>1,668</u>	<u>37,592</u>
	=====	=====	=====	=====
Depreciation				
At 31/12/04	-	2,162	440	2,602
Charge for period	1,938	3,905	409	6,252
Disposals	-	-	-	-
At 31/12/2005	<u>1,938</u>	<u>6,067</u>	<u>849</u>	<u>8,854</u>
	=====	=====	=====	=====
Net book value				
At 31/12/05	£5,812	£22,107	£819	£28,738
	=====	=====	=====	=====
Net book value				
At 31/12/04	£-	£12,251	£879	£13,130
	=====	=====	=====	=====
5. Debtors				
VAT			-	4,199
Trade debtors			1,848	3,625
Prepayments			3,626	7,934
			<u>£5,474</u>	<u>£15,758</u>
			=====	=====
6. Creditors				
Amounts falling due within one year				
Trade creditors			9,606	2,280
Accruals			350	275
Director's loan			89	8,880
VAT			2,528	-
Other taxes & social security			1,350	-
Hire Purchase			4,220	-
			<u>£18,143</u>	<u>£11,435</u>
			=====	=====
Amounts falling due after one year				
Director's loan			14,578	18,833
Hire Purchase			5,656	-
			<u>£20,234</u>	<u>£18,833</u>
			=====	=====

THE TIMBER MILL LIMITED

NOTES TO THE ACCOUNTS AT 31 DECEMBER 2005 (Cont.)

	<u>2005</u>	<u>2004</u>
7. Share capital		
Ordinary £1 shares		
Issued and fully paid	2 ==	2 ==
8. Reserves		
<u>Profit and Loss Account</u>		
Balance brought forward	1,089	-
Profit (loss) for the year	7,072	1,089
Dividend	-	-
Balance carried forward	£8,161 =====	£1,089 =====
9. Information regarding directors		
The director and his family held shares in the company at 31 December 2005 as follows:-		
J W Jones	1	1
Mrs A L Jones	1	1
	<u>2</u> ==	<u>2</u> ==
10. Particulars of employees		
The average number of persons employed by the company (including director) during the period were:		
Director	1	1
Other paid labour	2	1
Director's remuneration		
Director's remuneration amounted to:		
Salary	4,840	3,555
Social Security costs	-	-
	<u>4,840</u> =====	<u>3,555</u> =====
Other paid labour	20,885 =====	8,410 =====
Total payroll costs	£25,725 =====	£11,965 =====