

Registered Number 05423588

AB ABRASIVES LIMITED

Abbreviated Accounts

31 March 2011

Balance Sheet as at 31 March 2011

	Notes	2011	2010
		£	£
Fixed assets			
Intangible	2	8,000	10,000
Tangible	3	<u>11,138</u>	<u>14,133</u>
Total fixed assets		19,138	24,133
Current assets			
Stocks	4	162,829	146,456
Debtors		420,108	372,894
Cash at bank and in hand		700	700
Total current assets		<u>583,637</u>	<u>520,050</u>
Prepayments and accrued income (not expressed within current asset sub-total)		10,625	19,180
Creditors: amounts falling due within one year		(1,084,470)	(877,952)
Net current assets		(490,208)	(338,722)
Total assets less current liabilities		<u>(471,070)</u>	<u>(314,589)</u>
Creditors: amounts falling due after one year			(1,519)
Accruals and deferred income		(39,729)	(74,368)
Total net Assets (liabilities)		(510,799)	(390,476)
Capital and reserves			
Called up share capital	5	401,000	401,000
Profit and loss account		<u>(911,799)</u>	<u>(791,476)</u>
Shareholders funds		<u>(510,799)</u>	<u>(390,476)</u>

- a. For the year ending 31 March 2011 the company was entitled to exemption under section 477(2) of the Companies Act 2006.
- b. The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006
- c. The directors acknowledge their responsibility for:
 - i. ensuring the company keeps accounting records which comply with Section 386; and
 - ii. preparing accounts 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 Companies Act relating to accounts, so far as is applicable to the company.
- d. These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

Approved by the board on 20 May 2011

And signed on their behalf by:

R A Sneesby, Director

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1068 of the Companies Act 2006.

Notes to the abbreviated accounts

For the year ending 31 March
2011

1 Accounting policies

The accounts have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities effective April 2008.

Turnover

Turnover represents the amount available for goods and services net of VAT and trade discounts.

Depreciation

Depreciation has been provided at the following rates in order to write off the assets over their estimated useful lives.

Goodwill	10.00% Straight Line
Premises Improvements	20.00% Reducing Balance
Fixtures and Fittings	10.00% Reducing Balance
Information Technology	20.00% Straight Line
Motor Vehicles	25.00% Reducing Balance

2 Intangible fixed assets

Cost Or Valuation	£
At 31 March 2010	20,000
At 31 March 2011	<u>20,000</u>

Depreciation	
At 31 March 2010	10,000
Charge for year	2,000
At 31 March 2011	<u>12,000</u>

Net Book Value	
At 31 March 2010	10,000
At 31 March 2011	<u>8,000</u>

Goodwill is the difference between the amounts paid on the acquisition of a business and the fair value of the identifiable assets and liabilities. It is amortised to the profit and loss account over its estimated economic life.

3 Tangible fixed assets

Cost	£
At 31 March 2010	56,448
additions	
disposals	

revaluations	
transfers	
At 31 March 2011	<u>56,448</u>

Depreciation	
At 31 March 2010	42,315
Charge for year	2,995
on disposals	
At 31 March 2011	<u>45,310</u>

Net Book Value	
At 31 March 2010	14,133
At 31 March 2011	<u>11,138</u>

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

4 **Stocks**

Stocks and work in progress are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

5 **Share capital**

	2011 £	2010 £
Authorised share capital:		
1000 Ordinary of £1.00 each	1,000	1,000
500000 Preference of £1.00 each	500,000	500,000
Allotted, called up and fully paid:		
1000 Ordinary of £1.00 each	1,000	1,000
400000 Preference of £1.00 each	400,000	400,000

6 **Transactions with
directors**

There were no transactions with directors during the period.

7 **Related party disclosures**

The company is a wholly owned subsidiary of Abrasive Blades Limited which in the directors opinion has no ultimate controller.

8 **Bank loans**

Bank loans of £361,870 (2010: £310,758) are secured by an all assets debenture securing all monies due or to become due from the company

9 **Pensions**

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year.