

Company Registration No. 03077805 (England and Wales)

**M M R STEELS LTD**  
**DIRECTORS' REPORT AND UNAUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 AUGUST 2012**

**Patara & Co**  
Birmingham B66 4ET

# **M M R STEELS LTD**

## **COMPANY INFORMATION**

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<b>Directors</b>	Mr Boota Chahal Mr Jaspal Chahal
<b>Secretary</b>	Mr Boota Chahal
<b>Company number</b>	03077805
<b>Registered office</b>	Unit 6 Hive Industrial Estate Factory Rd Hockley Birmingham
<b>Accountants</b>	Patara & Co - trading style of Patara & Co Ltd. Financial House 352 Bearwood Rd Bearwood Birmingham B66 4ET
<b>Business address</b>	Unit 6 Hive Industrial Estate Factory Rd Hockley Birmingham

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**M M R STEELS LTD**

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# **M M R STEELS LTD**

## **DIRECTORS' REPORT**

### **FOR THE YEAR ENDED 31 AUGUST 2012**

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The directors present their report and financial statements for the year ended 31 August 2012.

#### **Principal activities**

The principal activity of the company continued to be that of industrial machine sales, rentals, repairs, maintenance and sales of components.

The director has suffered from ill health and has not been able to devote his time to running the business.

#### **Directors**

The following directors have held office since 1 September 2011:

Mr Boota Chahal

Mr Jaspal Chahal

#### **Statement of directors' responsibilities**

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they 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 period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting 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 directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are 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.

This report has been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006.

On behalf of the board

Mr Boota Chahal

**Director**

7 January 2013

## **M M R STEELS LTD**

### **CHARTERED ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE PREPARATION OF THE UNAUDITED STATUTORY FINANCIAL STATEMENTS OF M M R STEELS LTD FOR THE YEAR ENDED 31 AUGUST 2012**

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In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of M M R STEELS LTD for the year ended 31 August 2012 set out on pages 3 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 [icaew.com/membershandbook](http://icaew.com/membershandbook).

This report is made solely to the Board of Directors of M M R STEELS LTD, as a body, in accordance with the terms of our engagement letter dated 31 August 2010. Our work has been undertaken solely to prepare for your approval the financial statements of M M R STEELS LTD and state those matters that we have agreed to state to the Board of Directors of M M R STEELS LTD, as a body, in this report in accordance with AAF 2/10 as detailed at [icaew.com/compilation](http://icaew.com/compilation). To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than M M R STEELS LTD and its Board of Directors as a body, for our work or for this report.

It is your duty to ensure that M M R STEELS LTD has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit of M M R STEELS LTD. You consider that M M R STEELS LTD 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 financial statements of M M R STEELS LTD. 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 accounts.

**Patara & Co - trading style of Patara & Co Ltd.**

7 January 2013

**Chartered Accountants**

Financial House  
352 Bearwood Rd  
Bearwood  
Birmingham  
B66 4ET

# **M M R STEELS LTD**

## **PROFIT AND LOSS ACCOUNT**

**FOR THE YEAR ENDED 31 AUGUST 2012**

		<b>2012</b>	<b>2011</b>
	<b>Notes</b>	<b>£</b>	<b>£</b>
<b>Turnover</b>		10,350	9,001
Administrative expenses		(6,652)	(6,843)
		<hr/>	<hr/>
<b>Profit on ordinary activities before taxation</b>	<b>2</b>	3,698	2,158
Tax on profit on ordinary activities	<b>3</b>	-	-
		<hr/>	<hr/>
<b>Profit for the year</b>	<b>9</b>	<u>3,698</u>	<u>2,158</u>

# MMR STEELS LTD

## BALANCE SHEET

AS AT 31 AUGUST 2012

	Notes	2012 £	£	2011 £	£
<b>Fixed assets</b>					
Tangible assets	4		232,779		235,649
<b>Current assets</b>					
Stocks	5	82,088		82,088	
Debtors	6	1,918		1,086	
Cash at bank and in hand		1,357		6,545	
		85,363		89,719	
<b>Creditors: amounts falling due within one year</b>	7	(520,484)		(531,408)	
<b>Net current liabilities</b>			(435,121)		(441,689)
<b>Total assets less current liabilities</b>			(202,342)		(206,040)
<b>Capital and reserves</b>					
Called up share capital	8		100		100
Profit and loss account	9		(202,442)		(206,140)
<b>Shareholders' funds</b>			(202,342)		(206,040)

For the financial year ended 31 August 2012 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and the Financial Reporting Standard for Smaller Entities (effective April 2008).

Approved by the Board for issue on 7 January 2013

Mr Boota Chahal  
Director

Company Registration No. 03077805

# M M R STEELS LTD

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED 31 AUGUST 2012

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#### 1 Accounting policies

##### 1.1 Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

The financial statements have been prepared on a going concern basis. The validity of this basis depends upon the continued financial support of the company's bankers and directors, although there is no reason to suppose that this support will not continue. No adjustments have been made to the financial statements in respect of the possible invalidity of the going concern basis.

##### 1.2 Compliance with accounting standards

The financial statements are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), which have been applied consistently (except as otherwise stated).

##### 1.3 Turnover and profits

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

Profit is recognised on long-term contracts, if the final outcome can be assessed with reasonable certainty, by including in the profit and loss account turnover and related costs as contract activity progresses. Turnover is calculated as that proportion of total contract value which costs to date bear to total expected costs for that contract.

##### 1.4 Tangible fixed assets and depreciation

Tangible fixed assets other than freehold land are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Land and buildings Freehold	Nil
Plant and machinery	25% reducing balance.
Fixtures, fittings & equipment	25% reducing balance.
Motor vehicles	25% reducing balance.

#### 2 Operating profit

	2012	2011
	£	£
Operating profit is stated after charging:		
Depreciation of tangible assets	2,870	3,825

#### 3 Taxation

The company has estimated losses of £ 82,296 (2011 - £ 88,864) available for carry forward against future trading profits.

On the basis of these financial statements no provision has been made for corporation tax.



# **M M R STEELS LTD**

## **NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

### **FOR THE YEAR ENDED 31 AUGUST 2012**

<b>4</b>	<b>Tangible fixed assets</b>			
		<b>Land and buildings</b>	<b>Plant and machinery etc</b>	<b>Total</b>
		<b>£</b>	<b>£</b>	<b>£</b>
	<b>Cost</b>			
	At 1 September 2011 & at 31 August 2012	224,173	76,269	300,442
	<b>Depreciation</b>			
	At 1 September 2011	-	64,793	64,793
	Charge for the year	-	2,870	2,870
	At 31 August 2012	-	67,663	67,663
	<b>Net book value</b>			
	At 31 August 2012	224,173	8,606	232,779
	At 31 August 2011	224,173	11,476	235,649
<b>5</b>	<b>Stocks</b>		<b>2012</b>	<b>2011</b>
			<b>£</b>	<b>£</b>
	Stocks		20,310	20,310
	Long term contract balances:			
	- Net cost less foreseeable losses		61,778	61,778
			82,088	82,088
<b>6</b>	<b>Debtors</b>		<b>2012</b>	<b>2011</b>
			<b>£</b>	<b>£</b>
	Trade debtors		1,561	660
	Other debtors		357	426
			1,918	1,086

# **M M R STEELS LTD**

## **NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

### **FOR THE YEAR ENDED 31 AUGUST 2012**

<b>7</b>	<b>Creditors: amounts falling due within one year</b>	<b>2012</b>	<b>2011</b>
		<b>£</b>	<b>£</b>
	Trade creditors	5,120	4,804
	Taxation and social security	-	24
	Directors loan account	452,764	470,980
	Other creditors	62,600	55,600
		<u>520,484</u>	<u>531,408</u>

<b>8</b>	<b>Share capital</b>	<b>2012</b>	<b>2011</b>
		<b>£</b>	<b>£</b>
	<b>Allotted, called up and fully paid</b>		
	100 Ordinary Shares of £1 each	<u>100</u>	<u>100</u>

<b>9</b>	<b>Statement of movements on profit and loss account</b>	<b>Profit and loss account</b>
		<b>£</b>
	Balance at 1 September 2011	(206,140)
	Profit for the year	<u>3,698</u>
	Balance at 31 August 2012	<u>(202,442)</u>

## **10 Control**

The ultimate controlling party is Mr J S Chahal - director and shareholder.

## **11 Related party relationships and transactions**

1. The company occupies premises owned by the director.

## **M M R STEELS LTD**

### **DETAILED TRADING AND PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 AUGUST 2012**

		<b>2012</b>	<b>2011</b>
	£	£	£
<b>Turnover</b>			
Rent receivable		10,350	9,001
Opening stock of finished goods	20,310	20,310	
Closing stock of finished goods	20,310 (20,310)	20,310 (20,310)	
<b>Administrative expenses</b>		(6,652)	(6,843)
<b>Operating profit</b>		3,698	2,158
<b>Profit before taxation</b>	35.73%	3,698	23.98% 2,158

## **M M R STEELS LTD**

### **SCHEDULE OF ADMINISTRATIVE EXPENSES FOR THE YEAR ENDED 31 AUGUST 2012**

	<b>2012</b>	<b>2011</b>
	<b>£</b>	<b>£</b>
<b>Administrative expenses</b>		
Rates	-	49
Insurance	962	914
Light and heat	1,344	571
Motor running expenses	856	840
Accountancy	600	600
Bank charges	-	24
Sundry expenses - allowable	20	20
Depreciation on plant and machinery	2,804	3,738
Depreciation on FF & E	66	87
	<hr/>	<hr/>
	<b>6,652</b>	<b>6,843</b>
	<hr/>	<hr/>

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