

ABBREVIATED AUDITED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2010
FOR
MMF LIMITED

SATURDAY



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09/04/2011
COMPANIES HOUSE

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FOR THE YEAR ENDED 31 DECEMBER 2010**

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MMF LIMITED

**COMPANY INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2010**

DIRECTORS: D Thomas
P J Reynolds
A J Ford
P Goulden
P T Mangnall
A J Turberville

SECRETARY: A J Ford

REGISTERED OFFICE: 55 Woodburn Road
Smethwick
Warley
West Midlands
B66 2PX

REGISTERED NUMBER: 1229140 (England and Wales)

AUDITORS: Four Oaks Taxation & Accounting Services Limited
Suite D, Astor House
282 Lichfield Road
Four Oaks
Sutton Coldfield
West Midlands
B74 2UG

**REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 DECEMBER 2010**

The directors present their report with the accounts of the company for the year ended 31 December 2010

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of the manufacturing and distribution of flue products, ductwork and ancillary products

REVIEW OF BUSINESS

The results for the year and financial position of the company are as shown in the annexed financial statements

DIVIDENDS

An interim dividend of £66 per share was paid on 1 December 2010. The directors recommend that no final dividend be paid.

The total distribution of dividends for the year ended 31 December 2010 will be £72,728.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 January 2010 to the date of this report.

D Thomas
P J Reynolds
A J Ford
P Goulden

Other changes in directors holding office are as follows:

T McIvor - resigned 1 December 2010
P T Mangnall - appointed 1 January 2010
A J Turberville - appointed 1 December 2010

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Report of the Directors 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.

**REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 DECEMBER 2010**

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information

AUDITORS

The auditors, Four Oaks Taxation & Accounting Services Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting

ON BEHALF OF THE BOARD:



D Thomas - Director

29 March 2011

**REPORT OF THE INDEPENDENT AUDITORS TO
MMF LIMITED
UNDER SECTION 449 OF THE COMPANIES ACT 2006**

We have examined the abbreviated accounts set out on pages five to thirteen, together with the full financial statements of MMF Limited for the year ended 31 December 2010 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 auditors' 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 445 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.

Basis of opinion

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 to be delivered are properly prepared.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 445(3) of the Companies Act 2006, and the abbreviated accounts have been properly prepared in accordance with the Regulations made under that Section.



Mr Michael J Rudd FCA CTA (Senior Statutory Auditor)
for and on behalf of Four Oaks Taxation & Accounting Services Limited
Suite D, Astor House
282 Lichfield Road
Four Oaks
Sutton Coldfield
West Midlands
B74 2UG

29 March 2011

**ABBREVIATED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2010**

	Notes	2010 £	2009 £
TURNOVER		6,702,427	6,658,355
Cost of sales		(4,518,388)	(4,304,174)
		<u>2,184,039</u>	<u>2,354,181</u>
Distribution costs		463,315	457,814
Administrative expenses		<u>1,559,711</u>	<u>1,731,326</u>
		<u>2,023,026</u>	<u>2,189,140</u>
OPERATING PROFIT	3	161,013	165,041
Interest payable and similar charges	4	<u>18,397</u>	<u>14,384</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		142,616	150,657
Tax on profit on ordinary activities	5	<u>33,591</u>	<u>27,150</u>
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		<u><u>109,025</u></u>	<u><u>123,507</u></u>

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the current year or previous year

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the profits for the current year or previous year

The notes form part of these abbreviated accounts

ABBREVIATED BALANCE SHEET
31 DECEMBER 2010

	Notes	2010 £	2009 £
FIXED ASSETS			
Tangible assets	7	553,189	588,405
CURRENT ASSETS			
Stocks	8	1,186,393	1,071,854
Debtors	9	1,800,354	1,781,709
Cash in hand		380	222
		<u>2,987,127</u>	<u>2,853,785</u>
CREDITORS			
Amounts falling due within one year	10	<u>2,760,864</u>	<u>2,672,870</u>
NET CURRENT ASSETS		<u>226,263</u>	<u>180,915</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>779,452</u>	<u>769,320</u>
CREDITORS			
Amounts falling due after more than one year	11	(31,395)	(54,560)
PROVISIONS FOR LIABILITIES	15	-	(3,000)
NET ASSETS		<u><u>748,057</u></u>	<u><u>711,760</u></u>
CAPITAL AND RESERVES			
Called up share capital	16	1,100	1,100
Revaluation reserve	17	128,850	128,850
Profit and loss account	17	<u>618,107</u>	<u>581,810</u>
SHAREHOLDERS' FUNDS	21	<u><u>748,057</u></u>	<u><u>711,760</u></u>

The abbreviated accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to medium-sized companies

The financial statements were approved by the Board of Directors on 29 March 2011 and were signed on its behalf by



D Thomas - Director

The notes form part of these abbreviated accounts

NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2010

1 ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Freehold property	- 2% on cost
Plant and machinery	- 10% on cost
Fixtures and fittings	- 10% on cost
Motor vehicles	- 25% on cost
Computer equipment	- 25% on cost

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date

Deferred tax assets will only be recognised if it is prudent to do so in the opinion of the directors

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to the profit and loss account in the period to which they relate.

2 STAFF COSTS

	2010	2009
	£	£
Wages and salaries	1,588,658	1,786,556
Social security costs	91,519	91,316
Other pension costs	12,485	17,142
	<u>1,692,662</u>	<u>1,895,014</u>

NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2010

2 STAFF COSTS - continued

The average monthly number of employees during the year was as follows

	2010	2009
Warehouse and Factory	32	32
Sales and Administration	15	15
	<u>47</u>	<u>47</u>

3 OPERATING PROFIT

The operating profit is stated after charging/(crediting)

	2010	2009
	£	£
Other operating leases	8,227	7,641
Depreciation - owned assets	67,100	50,317
Depreciation - assets on hire purchase contracts	54,725	61,921
Profit on disposal of fixed assets	(2,423)	(5,813)
Auditors' remuneration	19,350	17,100
	<u>657,180</u>	<u>957,743</u>
Directors' remuneration		

The number of directors to whom retirement benefits were accruing was as follows:

Money purchase schemes	<u>2</u>	<u>1</u>
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Information regarding the highest paid director is as follows

	2010	2009
	£	£
Emoluments etc	<u>47,614</u>	<u>98,751</u>

4 INTEREST PAYABLE AND SIMILAR CHARGES

	2010	2009
	£	£
Bank interest	-	1,160
Bank loan interest	9,565	2,699
Hire purchase	8,832	10,525
	<u>18,397</u>	<u>14,384</u>

NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2010

5 TAXATION**Analysis of the tax charge**

The tax charge on the profit on ordinary activities for the year was as follows

	2010 £	2009 £
Current tax		
UK corporation tax	38,088	24,150
Corporation tax over-provision	(1,497)	-
Total current tax	36,591	24,150
Deferred tax	(3,000)	3,000
Tax on profit on ordinary activities	33,591	27,150

6 DIVIDENDS

	2010 £	2009 £
Ordinary shares of £1 each		
Interim	72,728	36,364

7 TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Fixtures and fittings £
COST			
At 1 January 2010	318,000	427,556	151,254
Additions	-	1,370	2,490
At 31 December 2010	318,000	428,926	153,744
DEPRECIATION			
At 1 January 2010	19,080	348,594	129,869
Charge for year	3,180	18,105	3,538
Eliminated on disposal	-	-	-
At 31 December 2010	22,260	366,699	133,407
NET BOOK VALUE			
At 31 December 2010	295,740	62,227	20,337
At 31 December 2009	298,920	78,962	21,385

NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2010

7 TANGIBLE FIXED ASSETS - continued

	Motor vehicles £	Computer equipment £	Totals £
COST			
At 1 January 2010	362,433	89,403	1,348,646
Additions	83,188	5,283	92,331
Disposals	(59,719)	(765)	(60,484)
At 31 December 2010	385,902	93,921	1,380,493
DEPRECIATION			
At 1 January 2010	202,716	59,983	760,242
Charge for year	86,401	10,601	121,825
Eliminated on disposal	(53,998)	(765)	(54,763)
At 31 December 2010	235,119	69,819	827,304
NET BOOK VALUE			
At 31 December 2010	150,783	24,102	553,189
At 31 December 2009	159,717	29,420	588,404

Fixed assets, included in the above, which are held under hire purchase contracts are as follows

	Plant and machinery £	Motor vehicles £	Totals £
COST			
At 1 January 2010	45,181	331,020	376,201
Additions	-	35,816	35,816
Disposals	-	(12,900)	(12,900)
Transfer to ownership	(45,181)	(167,620)	(212,801)
At 31 December 2010	-	186,316	186,316
DEPRECIATION			
At 1 January 2010	13,554	182,010	195,564
Charge for year	4,518	50,207	54,725
Eliminated on disposal	-	(7,713)	(7,713)
Transfer to ownership	(18,072)	(140,166)	(158,238)
At 31 December 2010	-	84,338	84,338
NET BOOK VALUE			
At 31 December 2010	-	101,978	101,978
At 31 December 2009	31,627	149,010	180,637

8 STOCKS

	2010 £	2009 £
Stocks	1,186,393	1,071,854

NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2010

9 DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2010	2009
	£	£
Trade debtors	1,752,011	1,463,932
Other debtors	24,884	284,435
Prepayments	23,459	33,342
	<u>1,800,354</u>	<u>1,781,709</u>

10 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2010	2009
	£	£
Bank loans and overdrafts (see note 12)	644,268	67,686
Hire purchase contracts (see note 13)	50,028	62,532
Trade creditors	1,604,000	2,122,815
Corporation tax	38,088	24,150
Social security and other taxes	57,115	64,843
VAT	130,826	83,778
Other creditors	90,809	109,389
Accruals and deferred income	145,730	137,677
	<u>2,760,864</u>	<u>2,672,870</u>

11 CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2010	2009
	£	£
Hire purchase contracts (see note 13)	<u>31,395</u>	<u>54,560</u>

12 LOANS

An analysis of the maturity of loans is given below

	2010	2009
	£	£
Amounts falling due within one year or on demand		
Bank overdrafts	53,397	27,018
Bank loans	590,871	40,668
	<u>644,268</u>	<u>67,686</u>

13 OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS AND LEASES

	2010	2009
	£	£
Net obligations repayable		
Within one year	50,028	62,532
Between one and five years	31,395	54,560
	<u>81,423</u>	<u>117,092</u>

NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2010

13 OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS AND LEASES - continued

The following operating lease payments are committed to be paid within one year

	Land and buildings		Other operating leases	
	2010 £	2009 £	2010 £	2009 £
Expiring Between one and five years	<u>148,172</u>	<u>143,172</u>	<u>8,227</u>	<u>7,641</u>

14 SECURED DEBTS

The following secured debts are included within creditors

	2010 £	2009 £
Bank overdrafts	53,397	27,018
Bank loans	590,871	40,668
Hire purchase contracts	81,423	117,092
	<u>725,691</u>	<u>184,778</u>

The bank overdraft is secured by a fixed and floating charge over the company

Included within bank loans is an amount of £590,871 (2009 £40,668) relating to invoice discounting. These amounts are secured on the debts to which the advance relates

15 PROVISIONS FOR LIABILITIES

	2010 £	2009 £
Deferred tax	<u>-</u>	<u>3,000</u>
		Deferred tax
		£
Balance at 1 January 2010		3,000
Accelerated capital allowances		<u>(3,000)</u>
Balance at 31 December 2010		<u>-</u>

16 CALLED UP SHARE CAPITAL

Allotted, issued and fully paid Number	Class	Nominal value	2010 £	2009 £
1,100	Ordinary	£1	<u>1,100</u>	<u>1,100</u>

NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2010

17 RESERVES

	Profit and loss account £	Revaluation reserve £	Totals £
At 1 January 2010	581,810	128,850	710,660
Profit for the year	109,025		109,025
Dividends	(72,728)		(72,728)
	<u>618,107</u>	<u>128,850</u>	<u>746,957</u>
At 31 December 2010	<u>618,107</u>	<u>128,850</u>	<u>746,957</u>

18 CAPITAL COMMITMENTS

	2010 £	2009 £
Contracted but not provided for in the financial statements	-	-
	<u>-</u>	<u>-</u>

19 RELATED PARTY DISCLOSURES

Included within directors' emoluments are amounts paid to PD Consulting Services Limited in respect of fees for Messrs D Thomas, P J Reynolds and A J Ford, who are all directors of the company. This amounted to £561,354 (2009 £769,000)

Messrs D Thomas, P J Reynolds and A J Ford are also directors of PD Consulting Services Limited

20 ULTIMATE CONTROLLING PARTY

The ultimate parent company is MMF Group Limited, a company incorporated in England and Wales

21 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2010 £	2009 £
Profit for the financial year	109,025	123,507
Dividends	(72,728)	(36,364)
	<u>36,297</u>	<u>87,143</u>
Net addition to shareholders' funds	<u>36,297</u>	<u>87,143</u>
Opening shareholders' funds	711,760	624,617
	<u>748,057</u>	<u>711,760</u>
Closing shareholders' funds	<u>748,057</u>	<u>711,760</u>