

**Report of the Directors and**  
**Unaudited Financial Statements for the Year Ended 31 May 2011**  
**for**  
**Charles Hill Machine Tool Services Ltd**

Screatons Ltd  
49 Station Street  
Atherstone  
Warwickshire  
CV9 1DB



**Charles Hill Machine Tool Services Ltd**

**Contents of the Financial Statements**  
**for the Year Ended 31 May 2011**

|  | <b>Page</b> |
|--|-------------|
| <b>Company Information</b>                 | <b>1</b>    |
| <b>Report of the Directors</b>             | <b>2</b>    |
| <b>Chartered Accountants' Report</b>       | <b>3</b>    |
| <b>Profit and Loss Account</b>             | <b>4</b>    |
| <b>Balance Sheet</b>                       | <b>5</b>    |
| <b>Notes to the Financial Statements</b>   | <b>6</b>    |
| <b>Trading and Profit and Loss Account</b> | <b>9</b>    |

**Charles Hill Machine Tool Services Ltd**

**Company Information**  
**for the Year Ended 31 May 2011**

|                           |   |
|---------------------------|---|
| <b>DIRECTORS:</b>         | Mr C J H Hill<br>Mrs E M Hill   |
| <b>SECRETARY:</b>         | Mrs E M Hill  |
| <b>REGISTERED OFFICE</b>  | 1 Southlands<br>Off South Street<br>Atherstone<br>Warwickshire<br>CV9 1EH       |
| <b>REGISTERED NUMBER:</b> | 5136583 (England and Wales)   |
| <b>ACCOUNTANTS:</b>       | Screatons Ltd<br>49 Station Street<br>Atherstone<br>Warwickshire<br>CV9 1DB     |
| <b>BANKERS:</b>           | Lloyds TSB plc<br>17/23 Coventry Street<br>Nuneaton<br>Warwickshire<br>CV11 5TL |

**Charles Hill Machine Tool Services Ltd**

**Report of the Directors**  
**for the Year Ended 31 May 2011**

The directors present their report with the financial statements of the company for the year ended 31 May 2011

**PRINCIPAL ACTIVITY**

The principal activity of the company in the year under review was that of machine tool maintenance

**DIRECTORS**

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

Mr C J H Hill

Mrs E M Hill

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

**ON BEHALF OF THE BOARD:**

A handwritten signature in black ink, appearing to read 'Elizabeth Hill', is written over the printed name of the secretary.

Mrs E M Hill - Secretary

8 November 2011

**Chartered Accountants' Report to the Board of Directors**  
**on the Unaudited Financial Statements of**  
**Charles Hill Machine Tool Services Ltd**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Charles Hill Machine Tool Services Ltd for the year ended 31 May 2011 which comprise the Profit and Loss Account, the Balance Sheet and the related notes 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 (ICAEW), 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 Charles Hill Machine Tool Services Ltd, as a body, in accordance with our terms of engagement. Our work has been undertaken solely to prepare for your approval the financial statements of Charles Hill Machine Tool Services Ltd and state those matters that we have agreed to state to the Board of Directors of Charles Hill Machine Tool Services 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 the company and its Board of Directors, as a body, for our work or for this report.

It is your duty to ensure that Charles Hill Machine Tool Services 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 Charles Hill Machine Tool Services Ltd. You consider that Charles Hill Machine Tool Services 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 Charles Hill Machine Tool Services 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 financial statements.

*Screatons Ltd.*

Screatons Ltd  
49 Station Street  
Atherstone  
Warwickshire  
CV9 1DB

Date *9th November 2011*

**Charles Hill Machine Tool Services Ltd**

**Profit and Loss Account**  
**for the Year Ended 31 May 2011**

|  | Notes | 31 5 11<br>£        | 31 5 10<br>£         |
|--|-------|---------------------|----------------------|
| <b>TURNOVER</b>  |       | 90,588              | 60,072               |
| Cost of sales  |       | <u>44,202</u>       | <u>17,082</u>        |
| <b>GROSS PROFIT</b>                                      |       | 46,386              | 42,990               |
| Administrative expenses                                  |       | <u>36,273</u>       | <u>29,142</u>        |
| <b>OPERATING PROFIT</b>                                  | 2     | 10,113              | 13,848               |
| Interest payable and similar charges                     |       | <u>201</u>          | <u>-</u>             |
| <b>PROFIT ON ORDINARY ACTIVITIES<br/>BEFORE TAXATION</b> |       | 9,912               | 13,848               |
| Tax on profit on ordinary activities                     | 3     | <u>2,175</u>        | <u>1,881</u>         |
| <b>PROFIT ON ORDINARY ACTIVITIES<br/>AFTER TAXATION</b>  |       | 7,737               | 11,967               |
| Extraordinary items after taxation                       | 4     | <u>-</u>            | <u>51</u>            |
| <b>PROFIT FOR THE FINANCIAL YEAR</b>                     |       | <u><u>7,737</u></u> | <u><u>12,018</u></u> |

The notes form part of these financial statements

**Charles Hill Machine Tool Services Ltd**

**Balance Sheet**  
**31 May 2011**

|  | Notes | 31 5 11<br>£ | £       | 31 5 10<br>£ | £      |
|--|-------|--------------|---------|--------------|--------|
| <b>FIXED ASSETS</b>                          |       |              |         |              |        |
| Tangible assets                              | 6     |              | 11,674  |              | 15,564 |
| <b>CURRENT ASSETS</b>                        |       |              |         |              |        |
| Debtors                                      | 7     | 8,281        |         | 16,342       |        |
| Cash at bank                                 |       | 24,042       |         | 11,141       |        |
|  |       | 32,323       |         | 27,483       |        |
| <b>CREDITORS</b>                             |       |              |         |              |        |
| Amounts falling due within one year          | 8     | 37,110       |         | 25,147       |        |
| <b>NET CURRENT (LIABILITIES)/ASSETS</b>      |       |              | (4,787) |              | 2,336  |
| <b>TOTAL ASSETS LESS CURRENT LIABILITIES</b> |       |              | 6,887   |              | 17,900 |
| <b>CAPITAL AND RESERVES</b>                  |       |              |         |              |        |
| Called up share capital                      | 9     |              | 2       |              | 2      |
| Profit and loss account                      | 10    |              | 6,885   |              | 17,898 |
| <b>SHAREHOLDERS' FUNDS</b>                   |       |              | 6,887   |              | 17,900 |

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 May 2011

The members have not required the company to obtain an audit of its financial statements for the year ended 31 May 2011 in accordance with Section 476 of the Companies Act 2006

The directors acknowledge their responsibilities for

- ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company

The financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective April 2008)

The financial statements were approved by the Board of Directors on 8 November 2011 and were signed on its behalf by

  
Mr C J H Hill - Director

  
Mrs E M Hill - Director

The notes form part of these financial statements

**Charles Hill Machine Tool Services Ltd**

**Notes to the Financial Statements**  
**for the Year Ended 31 May 2011**

**1 ACCOUNTING POLICIES**

**Accounting convention**

The financial statements 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 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

|                       |                           |
|-----------------------|---------------------------|
| Plant and machinery   | - 25% on reducing balance |
| Fixtures and fittings | - 25% on reducing balance |
| Motor vehicles        | - 25% on cost             |
| Computer equipment    | - 25% on reducing balance |

**Deferred tax**

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

**2 OPERATING PROFIT**

The operating profit is stated after charging/(crediting)

|  | 31 5 11           | 31 5 10           |
|--|-------------------|-------------------|
|  | £                 | £                 |
| Depreciation - owned assets                    | 3,891             | 5,188             |
| Profit on disposal of fixed assets             | -                 | (2,131)           |
|  | <u>          </u> | <u>          </u> |
| Directors' remuneration and other benefits etc | 5,972             | 5,754             |
|  | <u>          </u> | <u>          </u> |

**3 TAXATION**

**Analysis of the tax charge**

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

|                                      | 31 5 11           | 31 5 10           |
|--------------------------------------|-------------------|-------------------|
|                                      | £                 | £                 |
| Current tax                          |                   |                   |
| UK corporation tax                   | 2,175             | 1,881             |
|                                      | <u>          </u> | <u>          </u> |
| Tax on profit on ordinary activities | 2,175             | 1,881             |
|                                      | <u>          </u> | <u>          </u> |

**4 EXTRAORDINARY ITEMS**

|                     | 31 5 11           | 31 5 10           |
|---------------------|-------------------|-------------------|
|                     | £                 | £                 |
| Extraordinary items | -                 | 51                |
|                     | <u>          </u> | <u>          </u> |

**5 DIVIDENDS**

|                                   | 31 5 11           | 31 5 10           |
|-----------------------------------|-------------------|-------------------|
|                                   | £                 | £                 |
| Ordinary Shares shares of £1 each |                   |                   |
| Final                             | 18,750            | 12,000            |
|                                   | <u>          </u> | <u>          </u> |



**Charles Hill Machine Tool Services Ltd**

**Notes to the Financial Statements - continued  
for the Year Ended 31 May 2011**

**6 TANGIBLE FIXED ASSETS**

|                       | Plant and<br>machinery<br>£ | Fixtures<br>and<br>fittings<br>£ | Motor<br>vehicles<br>£ | Computer<br>equipment<br>£ | Totals<br>£ |
|-----------------------|-----------------------------|----------------------------------|------------------------|----------------------------|-------------|
| <b>COST</b>           |                             |                                  |                        |                            |             |
| At 1 June 2010        | 10,657                      | 1,256                            | 11,743                 | 2,125                      | 25,781      |
| Additions             | 1                           | -                                | -                      | -                          | 1           |
| At 31 May 2011        | 10,658                      | 1,256                            | 11,743                 | 2,125                      | 25,782      |
| <b>DEPRECIATION</b>   |                             |                                  |                        |                            |             |
| At 1 June 2010        | 5,304                       | 624                              | 2,936                  | 1,353                      | 10,217      |
| Charge for year       | 1,338                       | 158                              | 2,202                  | 193                        | 3,891       |
| At 31 May 2011        | 6,642                       | 782                              | 5,138                  | 1,546                      | 14,108      |
| <b>NET BOOK VALUE</b> |                             |                                  |                        |                            |             |
| At 31 May 2011        | 4,016                       | 474                              | 6,605                  | 579                        | 11,674      |
| At 31 May 2010        | 5,353                       | 632                              | 8,807                  | 772                        | 15,564      |

**7 DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

|               |              |              |
|---------------|--------------|--------------|
|               | 31 5 11<br>£ | 31 5 10<br>£ |
| Trade debtors | 8,281        | 15,907       |
| VAT           | -            | 435          |
|               | 8,281        | 16,342       |

**8 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

|                             |              |              |
|-----------------------------|--------------|--------------|
|                             | 31 5 11<br>£ | 31 5 10<br>£ |
| Hire purchase contracts     | 3,333        | 5,000        |
| Trade creditors             | 10,598       | 1,268        |
| Credit card                 | 1,052        | 403          |
| Tax                         | 2,876        | 1,883        |
| VAT                         | 1,184        | -            |
| Directors' current accounts | 17,407       | 15,963       |
| Accrued expenses            | 660          | 630          |
|                             | 37,110       | 25,147       |

**9 CALLED UP SHARE CAPITAL**

| Allotted, issued and fully paid<br>Number | Class           | Nominal<br>value<br>£1 | 31 5 11<br>£ | 31 5 10<br>£ |
|---|-----------------|------------------------|--------------|--------------|
| 2   | Ordinary Shares |                        | 2            | 2            |

**Charles Hill Machine Tool Services Ltd**

**Notes to the Financial Statements - continued**  
**for the Year Ended 31 May 2011**

**10 RESERVES**

Profit  
and loss  
account  
£

At 1 June 2010  
Profit for the year  
Dividends

17,898  
7,737  
(18,750)

At 31 May 2011

6,885

**11 RELATED PARTY DISCLOSURES**

The company was under the control of Mr C J H Hill in the current and previous year Mr C J H Hill is the managing director and shareholder of the company Mrs E M Hill, his wife is company secretary and a shareholder