

MILOFACT LIMITED
ABBREVIATED FINANCIAL STATEMENTS
FOR
30 JUNE 2004



HEDLEY DUNK
Chartered Accountants & Registered Auditors
Trinity House
3 Bullace Lane
Dartford
Kent DA1 1BB

MILOFACT LIMITED
ABBREVIATED ACCOUNTS
YEAR ENDED 30 JUNE 2004

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MILOFACT LIMITED
INDEPENDENT AUDITORS' REPORT TO THE COMPANY
PURSUANT TO SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 2 to 4, together with the financial statements of the company for the year ended 30 June 2004 prepared under Section 226 of the Companies Act 1985.

This report is made solely to the company, in accordance with Section 247B of the Companies Act 1985. 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 audit work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND THE AUDITORS

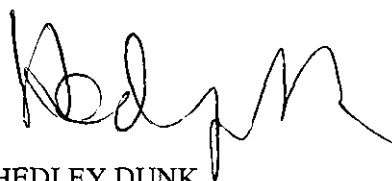
The directors are responsible for preparing the abbreviated accounts in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Sections 246(5) and (6) of the Act to the Registrar of Companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and report our opinion to you.

BASIS OF OPINION

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. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the financial statements.

OPINION

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Sections 246(5) and (6) of the Act, and the abbreviated accounts on pages 2 to 4 are properly prepared in accordance with those provisions.



HEDLEY DUNK
Chartered Accountants
& Registered Auditors

Trinity House
3 Bullace Lane
Dartford
Kent DA1 1BB

20 April 2005


MILOFACT LIMITED
ABBREVIATED BALANCE SHEET

30 JUNE 2004

	Note	2004 £	£	2003 £	£
FIXED ASSETS	2				
Tangible assets			90,128		68,578
CURRENT ASSETS					
Stocks		25,260		42,976	
Debtors		43,892		39,412	
Cash at bank and in hand		49,042		72,094	
		<u>118,194</u>		<u>154,482</u>	
CREDITORS: Amounts falling due within one year		<u>92,100</u>		<u>118,503</u>	
NET CURRENT ASSETS			<u>26,094</u>		<u>35,979</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>116,222</u>		<u>104,557</u>
CREDITORS: Amounts falling due after more than one year			27,393		25,522
PROVISIONS FOR LIABILITIES AND CHARGES			<u>7,100</u>		<u>4,500</u>
			<u>81,729</u>		<u>74,535</u>
CAPITAL AND RESERVES					
Called-up equity share capital	3		100		100
Profit and loss account			81,629		74,435
SHAREHOLDERS' FUNDS			<u>81,729</u>		<u>74,535</u>

These abbreviated accounts have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

These abbreviated accounts were approved by the directors on 19/04/2005 and are signed on their behalf by:


M L ELSTONE
Director

MILOFACT LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 30 JUNE 2004

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

Fixed assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Leasehold Property	-	period of lease
Fixtures & Fittings	-	10 - 20% per annum
Motor Vehicles	-	25% per annum
Equipment	-	10 - 20% per annum

Stocks

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

Hire purchase agreements

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account on a straight line basis.

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

Pension costs

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the profit and loss account.

Two directors are accruing benefits under money purchase schemes (2003 - two).

MILOFACT LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 30 JUNE 2004

1. ACCOUNTING POLICIES *(continued)***Deferred taxation**

Deferred tax is provided in full on timing differences which result in an obligation at the balance sheet date to pay more tax, or a right to pay less tax, at a future date, at rates expected to apply when they crystallise based on current tax rates and law. Timing differences arise from the inclusion of items of income and expenditure in taxation computations in periods different from those in which they are included in the accounts. Deferred tax is not provided on timing differences arising from the revaluation of tangible fixed assets where there is no commitment to sell the asset. Deferred tax assets are recognised to the extent that it is regarded as more likely than not that they will be recovered. Deferred tax assets and liabilities are not discounted.

2. FIXED ASSETS

	Tangible Assets £
COST	
At 1 July 2003	202,922
Additions	41,086
Disposals	<u>(5,700)</u>
At 30 June 2004	<u>238,308</u>
DEPRECIATION	
At 1 July 2003	134,344
Charge for year	19,389
On disposals	<u>(5,553)</u>
At 30 June 2004	<u>148,180</u>
NET BOOK VALUE	
At 30 June 2004	<u>90,128</u>
At 30 June 2003	<u>68,578</u>

3. SHARE CAPITAL**Authorised share capital:**

	2004		2003
	£		£
100 Ordinary shares of £1 each	<u>100</u>		<u>100</u>

Allotted, called up and fully paid:

	2004		2003	
	No	£	No	£
Ordinary shares of £1 each	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>