REGISTERED NUMBER 00386921 (England and Wales)

ABBREVIATED AUDITED ACCOUNTS

FOR THE YEAR ENDED 29 FEBRUARY 2012

FOR

R E KNOWLES LIMITED

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A03 08/11/2012 #203

COMPANIES HOUSE

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R E KNOWLES LIMITED

COMPANY INFORMATION
FOR THE YEAR ENDED 29 FEBRUARY 2012

DIRECTORS:	F E Smith Junior F E Smith
SECRETARY:	F E Smith Junior
REGISTERED OFFICE:	The Old Coach House Horse Fair Rugeley Staffordshire WS15 2EL
REGISTERED NUMBER:	00386921 (England and Wales)
AUDITORS:	Wynniatt-Husey Ltd Chartered Accountants and Statutory Auditor The Old Coach House Horsefair Rugeley Staffordshire WS15 2EL

REPORT OF THE INDEPENDENT AUDITORS TO R E KNOWLES LIMITED UNDER SECTION 449 OF THE COMPANIES ACT 2006

We have examined the abbreviated accounts set out on pages four to eight, together with the full financial statements of R E Knowles Limited for the year ended 29 February 2012 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 444 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 444(3) of the Companies Act 2006, and the abbreviated accounts have been properly prepared in accordance with the Regulations made under that Section

Other information
On 5 November 2012 we reported as auditors to the shareholders of the company on the full financial statements for the year ended 29 February 2012 prepared under Section 396 of the Companies Act 2006, and our report was as follows

"We have audited the financial statements of R E Knowles Limited for the year ended 29 February 2012 on pages five to sixteen The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities)

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006 Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in a Report of the Auditors 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 and the company's members as a body, for our audit work, for this report, or for the opinions we have formed

Respective responsibilities of directors and auditors
As explained more fully in the Statement of Directors' Responsibilities set out on page two, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland) Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors, including "APB Ethical Standard - Provisions Available for Small Entities (Revised)", in the circumstances set out in note fifteen to the financial statements

Scope of the audit of the financial statements
An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error This includes an assessment of whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements In addition, we read all the financial and non-financial information in the Report of the Directors to identify material inconsistencies with the audited financial statements If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report

REPORT OF THE INDEPENDENT AUDITORS TO R E KNOWLES LIMITED UNDER SECTION 449 OF THE COMPANIES ACT 2006

Basis for qualified opinion on financial statements
Due to lack of supporting documentation on how the value of the stock was calculated at 28 February 2011 we are unable to confirm the opening stock value of £43,329 Supporting documentation has been provided on the stock value this year

Qualified opinion on financial statements
In our opinion, except for the effects of the matter described in the paragraph above, the financial statements

- give a true and fair view of the state of the company's affairs as at 29 February 2012 and of its profit for the year then ended,

- have been properly prepared in accordance with the United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities, and

- have been prepared in accordance with the requirements of the Companies Act 2006

Opinion on other matter prescribed by the Companies Act 2006
In our opinion the information given in the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements

Matters on which we are required to report by exception
We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit, or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption in preparing the Report of the Directors "

Reginald Wynniatt-Husey

Reginald Wynniatt-Husey (Senior Statutory Auditor)
for and on behalf of Wynniatt-Husey Ltd
Chartered Accountants
and Statutory Auditor
The Old Coach House
Horsefair
Rugeley
Staffordshire
WS15 2EL

Date 7/11/12

R E KNOWLES LIMITED

ABBREVIATED BALANCE SHEET
29 FEBRUARY 2012

As restated 28 2 11			Notes	29 2 12	
£	£			£	£
		FIXED ASSETS			
	25,102	Tangible assets	2		119,182
	197,911	Investments	3		780,159
	422,833	Investment property	4		2,385,000
	645,846				3,284,341
		CURRENT ASSETS			
43,329		Stocks		23,634	
279,550		Debtors	5	251,220	
1,460,088		Cash at bank and in hand		1,005,742	
1,782,967				1,280,596	
		CREDITORS			
131,572		Amounts falling due within one year		98,382	
	1,651,395	**NET CURRENT ASSETS**			1,182,214
	2,297,241	**TOTAL ASSETS LESS CURRENT LIABILITIES**			4,466,555
	990	**PROVISIONS FOR LIABILITIES**			836
	2,296,251	**NET ASSETS**			4,465,719
		CAPITAL AND RESERVES			
	16,000	Called up share capital	6		16,000
	-	Revaluation reserve			2,053,831
	2,280,251	Profit and loss account			2,395,888
	2,296,251	**SHAREHOLDERS' FUNDS**			4,465,719

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

The financial statements were approved by the Board of Directors on 7 November 2012 and were signed on its behalf by

F E Smith - Director

The notes form part of these abbreviated accounts

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 29 FEBRUARY 2012

1 ACCOUNTING POLICIES

Accounting convention
The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain assets 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

Land	- No depreciation is charged on land
Buildings	- 4% on reducing balance
Plant and machinery	- 20% on reducing balance
Fixtures and fittings	- 20% on reducing balance
Computer equipment	- 20% on reducing balance

Investment property
Investment property is shown at most recent valuation Any aggregate surplus or deficit arising from changes in market value is transferred to a revaluation reserve

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

Land is excluded from the deferred tax calculation

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

Fixed asset investments
Investments held as fixed assets are stated at cost less any provisions for impairment Investments are reviewed for impairment if events or changes in circumstances indicate that the carrying amount may not be recoverable Impairments are calculated such that the carrying value of the fixed asset investment is the lower of its cost or recoverable amount Recoverable amount is the higher of its net realisable value and its value-in-use

Deferred income
Deferred income represents revenues collected but not earned as at the accounting reference date It primarily comprises of revenue from rental income When it is earned it is then credited to the profit and loss account

continued

2 TANGIBLE FIXED ASSETS

	Total £
COST OR VALUATION	
At 1 March 2011 (as restated)	110,973
Additions	3,360
Revaluations	73,548
Reclassification/transfer	(2,947)
At 29 February 2012	184,934
DEPRECIATION	
At 1 March 2011 (as restated)	85,871
Charge for year	944
Revaluation adjustments	(21,063)
At 29 February 2012	65,752
NET BOOK VALUE	
At 29 February 2012	119,182
At 28 February 2011 (as restated)	25,102

3 FIXED ASSET INVESTMENTS

	Investments other than loans £
COST OR VALUATION	
At 1 March 2011 (as restated)	197,911
Additions	744,220
Disposals	(161,972)
At 29 February 2012	780,159
NET BOOK VALUE	
At 29 February 2012	780,159
At 28 February 2011 (as restated)	197,911

continued

4 INVESTMENT PROPERTY

	Total £
COST OR VALUATION	
At 1 March 2011 (as restated)	859,664
Revaluations	1,522,389
Reclassification/transfer	2,947
At 29 February 2012	2,385,000
DEPRECIATION	
At 1 March 2011 (as restated)	436,831
Revaluation adjustments	(436,831)
At 29 February 2012	-
NET BOOK VALUE	
At 29 February 2012	2,385,000
At 28 February 2011 (as restated)	422,833

5 DEBTORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

The aggregate total of debtors falling due after more than one year is £102,024 (28 2 11 - £128,258)

6 CALLED UP SHARE CAPITAL

Allotted, issued and fully paid				As restated
Number	Class	Nominal value	29 2 12 £	28 2 11 £
16,000	Ordinary	£1	16,000	16,000

7 TRANSACTIONS WITH DIRECTORS

The following loan to directors subsisted during the years ended 29 February 2012 and 28 February 2011

	29 2 12 £	28 2 11 £
F E Smith		
Balance outstanding at start of year	4,885	4,885
Amounts repaid	(4,885)	-
Balance outstanding at end of year	-	4,885

Mr Fred Smith Jnr received dividends of £5,475 Mr Fred Smith received dividends of £1 50

8 CONTINGENT ASSET

There is a potential claim for compensation from the estate of a former director for a sum exceeding £50,000

9 RENTAL CREDIT NOTE

The accounts include a credit note for £14,258 which relates to a previous year The credit note was omitted from the correct financial year when the rental agreement was changed The figure has been agreed with the tenant If this figure is excluded the rental income for the year would be £254,155

continued

10 PRIOR YEAR ADJUSTMENT

There has been a prior year adjustment due to a change in accounting policy as items previously classified as tangible fixed asset land and buildings are now classified as investment properties This policy change has not affected the taxable profit of the company for year ended 28 February 2011