

KENBURN RENTALS LIMITED
ABBREVIATED ACCOUNTS
30 SEPTEMBER 2003

LANDERS ACCOUNTANTS LTD

Chartered Accountants & Registered Auditors
Church View Chambers
38 Market Square
Toddington
Bedfordshire
LU5 6BS



KENBURN RENTALS LIMITED

ABBREVIATED ACCOUNTS

YEAR ENDED 30 SEPTEMBER 2003

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KENBURN RENTALS 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 6, together with the financial statements of the company for the year ended 30 September 2003 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 audit work has been undertaken so that we might state to the company's shareholders those matters we are required to state to them in an 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 and the company's shareholders as a body, 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 6 are properly prepared in accordance with those provisions.

Church View Chambers
38 Market Square
Toddington
Bedfordshire
LU5 6BS

24 February 2004

Landers Accountants Ltd

LANDERS ACCOUNTANTS LTD
Chartered Accountants
& Registered Auditors

KENBURN RENTALS LIMITED

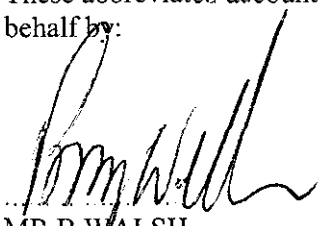
ABBREVIATED BALANCE SHEET

30 SEPTEMBER 2003

	Note	2003 £	2002 £
FIXED ASSETS	2		
Tangible assets		6,886	9,181
CURRENT ASSETS			
Debtors	3	1,710,667	2,044,478
Cash at bank and in hand		18,275	14,668
		<u>1,728,942</u>	<u>2,059,146</u>
CREDITORS: Amounts falling due within one year	4	<u>794,209</u>	<u>841,232</u>
NET CURRENT ASSETS		934,733	1,217,914
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>941,619</u>	<u>1,227,095</u>
CREDITORS: Amounts falling due after more than one year	5	291,008	733,024
		<u>650,611</u>	<u>494,071</u>
CAPITAL AND RESERVES			
Called-up equity share capital	7	100	100
Profit and loss account		650,511	493,971
SHAREHOLDERS' FUNDS		<u>650,611</u>	<u>494,071</u>

These abbreviated financial statements 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 14 January 2004 and are signed on their behalf by:


MR B WALSH

The notes on pages 5 to 6 form part of these abbreviated accounts.

KENBURN RENTALS LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 30 SEPTEMBER 2003

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 represents the earned element on both finance and operating leases, together with any profits or losses arising on early settlement, 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:

Plant & Machinery - Over term of lease agreement

Operating lease agreements

Assets leased to customers under agreements which do not transfer substantially all the risks and rewards associated with ownership and which do not transfer legal title are classified as operating leases. Rentals receivable under operating leases are accounted for on a straight line basis over the periods of the leases. The assets owned by the company as lessor are included in tangible fixed assets.

Finance leases

Assets leased to customers under agreements which transfer substantially all the risks and rewards associated with ownership with the exception of legal title, are treated as finance leases. Amounts receivable under finance leases are included within net investment in finance leases.

Credit is taken in each period for finance charges receivable over the period of the agreement using a suitable actuarial method.

KENBURN RENTALS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 30 SEPTEMBER 2003

1. ACCOUNTING POLICIES *(continued)*

Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax, with the following exceptions:

Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold;

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

2. FIXED ASSETS

	Tangible Assets £
COST	
At 1 October 2002 and 30 September 2003	<u>22,568</u>
DEPRECIATION	
At 1 October 2002	13,387
Charge for year	<u>2,295</u>
At 30 September 2003	<u>15,682</u>
NET BOOK VALUE	
At 30 September 2003	<u>6,886</u>
At 30 September 2002	<u>9,181</u>

All tangible fixed assets are held for use under operating leases.

3. DEBTORS

Debtors include amounts of £978,224 (2002 - £1,219,033) falling due after more than one year.

KENBURN RENTALS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 30 SEPTEMBER 2003

4. CREDITORS: Amounts falling due within one year

The following liabilities disclosed under creditors falling due within one year are secured by the company:

	2003	2002
	£	£
Bank loans and overdrafts	<u>438,337</u>	<u>480,569</u>

5. CREDITORS: Amounts falling due after more than one year

The following liabilities disclosed under creditors falling due after more than one year are secured by the company:

	2003	2002
	£	£
Bank loans and overdrafts	291,008	438,024
Pension scheme loan	-	295,000
	<u>291,008</u>	<u>733,024</u>

6. RELATED PARTY TRANSACTIONS

The company was under the ultimate control of Mr Walsh throughout the current and previous year. Mr Walsh is the managing director and majority shareholder of the parent company, Mammon's Fuglemen Limited.

During the year the company purchased £547,571 (2002- £728,749) of equipment and services from Kenburn Waste Management Limited. The normal market price was charged on all transactions. In addition there was commission payable to Kenburn Waste Management Limited of £16,427 (2002- £20,259).

During the year there were management charges from Mammon's Fuglemen Limited of £60,000 (2002- £60,000). At the balance sheet date the amount due to Kenburn Waste Management Limited was £206,722 (2001- £190,556) and the balance due to Mammon's Fuglemen Limited was £40,000 (2002- £Nil).

During the year the Pension Scheme Loan of £295,000, being a loan from KWM Limited Directors Pension Scheme, was fully repaid. No interest was charged during the year (2002- £22,863), which was previously at 3% above the base rate. The Directors themselves are indeed Trustees of the KWM Limited Directors Pension Scheme.

The company also provides motor vehicles under finance lease agreements to Kenburn Waste Management Limited on which a market interest rate is applied.

KENBURN RENTALS LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 30 SEPTEMBER 2003

7. SHARE CAPITAL

Authorised share capital:

	2003	2002
	£	£
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>

Allotted, called up and fully paid:

	2003		2002	
	No	£	No	£
Ordinary shares of £1 each	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>

8. ULTIMATE PARENT COMPANY

The company is a wholly owned subsidiary of Mammon's Fuglemen Limited, registered in England and Wales.