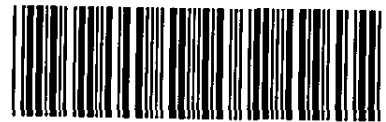


REGISTERED NUMBER: 03237607 (England and Wales)

Abbreviated Accounts
for the Year Ended 31st December 2007
for
KJM Superbikes Ltd

FRIDAY



ARWZS7QL

A62

27/02/2009

278

COMPANIES HOUSE

KJM Superbikes Ltd

Contents of the Abbreviated Accounts
for the Year Ended 31st December 2007

	Page
Company Information	1
Report of the Directors	2
Report of the Independent Auditors on the Abbreviated Accounts	4
Abbreviated Profit and Loss Account	5
Statement of Total Recognised Gains and Losses	6
Abbreviated Balance Sheet	7
Cash Flow Statement	8
Notes to the Cash Flow Statement	9
Notes to the Abbreviated Accounts	11

KJM Superbikes Ltd
Company Information
for the Year Ended 31st December 2007

DIRECTORS:

Eileen Mason
Keith James Mason

SECRETARY:

Eileen Mason

REGISTERED OFFICE:

2A Toogood Lane
Wrightington
WIGAN
WN6 9PL

REGISTERED NUMBER:

03237607 (England and Wales)

AUDITORS:

McDade Roberts Accountants Ltd
316 Blackpool Road
Fulwood
Preston
Lancashire
PR2 3AE

KJM Superbikes Ltd
Report of the Directors
for the Year Ended 31st December 2007

The directors present their report with the accounts of the company for the year ended 31st December 2007.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of motorcycle retailers and wholesalers.

REVIEW OF BUSINESS

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

DIVIDENDS

No interim dividend was paid during the year. The directors recommend a final dividend of 101,000 per share.

The total distribution of dividends for the year ended 31st December 2007 will be £303,000.

FIXED ASSETS

Movements in fixed assets are summarised in note 8 to the financial statements .

DIRECTORS

The directors during the year under review were:

Eileen Mason
Keith James Mason

The beneficial interests of the directors holding office on 31st December 2007 in the issued share capital of the company were as follows:

	31.12.07	1.1.07
Ordinary shares £1 shares		
Eileen Mason	1	1
Keith James Mason	1	1

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing 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). The financial statements are required by law to 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 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 proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. 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.

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 234ZA of the Companies Act 1985) of which the company's auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

KJM Superbikes Ltd

Report of the Directors
for the Year Ended 31st December 2007

AUDITORS

ON BEHALF OF THE BOARD:

x

x KJ Mason

Keith James Mason - Director

17th February 2009

Report of the Independent Auditors to
KJM Superbikes Ltd
Under Section 247B of the Companies Act 1985

We have examined the abbreviated accounts set out on pages five to sixteen, together with the financial statements of KJM Superbikes Ltd for the year ended 31st December 2007 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 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 246A 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 Section 246A(3) of the Act to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with that provision and to report our opinion to you.

Basis of opinion

We conducted our work in accordance with Bulletin 2006/3 "The Special Auditor's Report on Abbreviated Accounts in the United Kingdom" 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 246A(3) of the Companies Act 1985, and the abbreviated accounts have been properly prepared in accordance with that provision.



McDade Roberts Accountants Ltd
316 Blackpool Road
Fulwood
Preston
Lancashire
PR2 3AE

17th February 2009

KJM Superbikes Ltd

Abbreviated Profit and Loss Account
for the Year Ended 31st December 2007

		31.12.07		31.12.06 as restated	
	Notes	£	£	£	£
GROSS PROFIT			586,955		844,798
Distribution costs		31,689		27,541	
Administrative expenses		493,436		544,010	
			<u>525,125</u>		<u>571,551</u>
OPERATING PROFIT	3		61,830		273,247
Interest receivable and similar income			1,825		4,680
			<u>63,655</u>		<u>277,927</u>
Interest payable and similar charges	4		48,992		219,242
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION			14,663		58,685
Tax on profit on ordinary activities	5		30,883		11,097
(LOSS)/PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION			<u>(16,220)</u>		<u>47,588</u>

CONTINUING OPERATIONS

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

The notes form part of these abbreviated accounts

KJM Superbikes Ltd

Statement of Total Recognised Gains and Losses
for the Year Ended 31st December 2007

	31.12.07	31.12.06 as restated
	£	£
(LOSS)/PROFIT FOR THE FINANCIAL YEAR	(16,220)	47,588
TOTAL RECOGNISED GAINS AND LOSSES RELATING TO THE YEAR	(16,220)	47,588
Prior year adjustment	Note 7	
	999,999	999,999
TOTAL GAINS AND LOSSES RECOGNISED SINCE LAST ANNUAL REPORT	983,779	1,047,587

The notes form part of these abbreviated accounts

KJM Superbikes Ltd**Abbreviated Balance Sheet**
31st December 2007

		31.12.07		31.12.06 as restated	
	Notes	£	£	£	£
FIXED ASSETS					
Tangible assets	8		89,496		85,223
CURRENT ASSETS					
Stocks	9	642,673		314,515	
Debtors	10	1,526,109		5,177,827	
Cash at bank and in hand		59,378		88,335	
		2,228,160		5,580,677	
CREDITORS					
Amounts falling due within one year	11	203,524		3,168,045	
NET CURRENT ASSETS			2,024,636		2,412,632
TOTAL ASSETS LESS CURRENT LIABILITIES			2,114,132		2,497,855
CREDITORS					
Amounts falling due after more than one year	12		(305,137)		(370,012)
PROVISIONS FOR LIABILITIES	14		(3,794)		(3,422)
NET ASSETS			1,805,201		2,124,421
CAPITAL AND RESERVES					
Called up share capital	15		3		3
Profit and loss account	16		1,805,198		2,124,418
SHAREHOLDERS' FUNDS	17		1,805,201		2,124,421

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to medium-sized companies.

The financial statements were approved by the Board of Directors on 17th February 2009 and were signed on its behalf by:

KJ Mason

α

Keith James Mason - Director

The notes form part of these abbreviated accounts

KJM Superbikes Ltd
Cash Flow Statement
for the Year Ended 31st December 2007

		31.12.07		31.12.06 as restated	
	Notes	£	£	£	£
Net cash inflow from operating activities	1		1,351,781		1,861,374
Returns on investments and servicing of finance	2		(47,167)		(214,562)
Taxation			(145,787)		-
Capital expenditure	2		(14,617)		806,779
Equity dividends repaid			(303,000)		-
			841,210		2,453,591
Financing	2		(64,087)		(941,487)
Increase in cash in the period			777,123		1,512,104
Reconciliation of net cash flow to movement in net debt	3				
Increase in cash in the period		777,123		1,512,104	
Cash outflow from decrease in debt		64,875		50,290	
Change in net debt resulting from cash flows			841,998		1,562,394
Movement in net debt in the period			841,998		1,562,394
Net debt at 1st January			(1,215,935)		(2,778,329)
Net debt at 31st December			(373,937)		(1,215,935)

The notes form part of these abbreviated accounts

KJM Superbikes Ltd

Notes to the Cash Flow Statement
for the Year Ended 31st December 2007

1. RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES

	31.12.07	31.12.06 as restated
	£	£
Operating profit	61,830	273,247
Depreciation charges	10,345	8,908
(Increase)/Decrease in stocks	(328,158)	5,106,546
Decrease/(Increase) in debtors	3,651,718	(5,055,991)
(Decrease)/Increase in creditors	(2,043,954)	1,528,664
Net cash inflow from operating activities	1,351,781	1,861,374

2. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT

	31.12.07	31.12.06 as restated
	£	£
Returns on investments and servicing of finance		
Interest received	1,825	4,680
Interest paid	(48,992)	(219,242)
Net cash outflow for returns on investments and servicing of finance	(47,167)	(214,562)
Capital expenditure		
Purchase of tangible fixed assets	(14,617)	(3,858)
Sale of tangible fixed assets	-	810,637
Net cash (outflow)/inflow for capital expenditure	(14,617)	806,779
Financing		
Loan repayments in year	(64,876)	(50,289)
Amount introduced by directors	1,024,741	676,525
Amount withdrawn by directors	(1,023,952)	(1,567,723)
Net cash outflow from financing	(64,087)	(941,487)

The notes form part of these abbreviated accounts

KJM Superbikes Ltd

Notes to the Cash Flow Statement
for the Year Ended 31st December 2007

3. ANALYSIS OF CHANGES IN NET DEBT

	At 1.1.07 £	Cash flow £	At 31.12.07 £
Net cash:			
Cash at bank and in hand	88,335	(28,957)	59,378
Bank overdrafts	(876,789)	806,080	(70,709)
	<u>(788,454)</u>	<u>777,123</u>	<u>(11,331)</u>
Debt:			
Debts falling due within one year	(57,469)	-	(57,469)
Debts falling due after one year	(370,012)	64,875	(305,137)
	<u>(427,481)</u>	<u>64,875</u>	<u>(362,606)</u>
Total	<u>(1,215,935)</u>	<u>841,998</u>	<u>(373,937)</u>

The notes form part of these abbreviated accounts

KJM Superbikes Ltd

Notes to the Abbreviated Accounts
for the Year Ended 31st December 2007

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.

Improvements to property	- 20% on reducing balance
Plant and machinery	- 20% on reducing balance
Motor vehicles	- 20% on reducing balance
Computer equipment	- 20% on reducing balance

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.

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.

Freehold Property

In the opinion of the directors no depreciation has been provided on freehold property. This is contrary to UK GAAP. The company is applying the True & Fair view over-ride.

In the opinion of the directors the value of the freehold property is not materially mis-stated.

2. STAFF COSTS

	31.12.07	31.12.06 as restated
	£	£
Wages and salaries	<u>577,887</u>	<u>522,780</u>

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

	31.12.07	31.12.06 as restated
Sales	6	6
Administration	<u>19</u>	<u>16</u>
	<u>25</u>	<u>22</u>

KJM Superbikes Ltd

Notes to the Abbreviated Accounts - continued
for the Year Ended 31st December 2007

3. OPERATING PROFIT

The operating profit is stated after charging:

	31.12.07	31.12.06 as restated
	£	£
Depreciation - owned assets	10,345	8,908
Audit Fee	4,000	4,000
	<u> </u>	<u> </u>
Directors' emoluments	-	-
	<u> </u>	<u> </u>

4. INTEREST PAYABLE AND SIMILAR CHARGES

	31.12.07	31.12.06 as restated
	£	£
Bank interest and charges	20,531	59,817
Bank loan interest	28,461	28,687
Other interest	-	738
Loan interest	-	130,000
	<u> </u>	<u> </u>
	48,992	219,242
	<u> </u>	<u> </u>

5. TAXATION

Analysis of the tax charge

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

	31.12.07	31.12.06 as restated
	£	£
Current tax:		
UK corporation tax	30,511	11,242
Deferred tax	372	(145)
	<u> </u>	<u> </u>
Tax on profit on ordinary activities	30,883	11,097
	<u> </u>	<u> </u>

6. DIVIDENDS

	31.12.07	31.12.06 as restated
	£	£
Ordinary shares shares of £1 each		
Final	303,000	-
	<u> </u>	<u> </u>

7. PRIOR YEAR ADJUSTMENT

The proposed dividend of £999,999 voted in the accounts for the year ended 31st December 2005 has been subsequently cancelled.

KJM Superbikes Ltd

Notes to the Abbreviated Accounts - continued
for the Year Ended 31st December 2007

8. TANGIBLE FIXED ASSETS

	Freehold property £	Improvements to property £	Plant and machinery £
COST			
At 1st January 2007	50,867	54,478	18,235
Additions	-	-	12,727
	<u>50,867</u>	<u>54,478</u>	<u>30,962</u>
At 31st December 2007			
DEPRECIATION			
At 1st January 2007	-	45,894	14,995
Charge for year	-	1,717	3,193
	<u>-</u>	<u>47,611</u>	<u>18,188</u>
At 31st December 2007			
NET BOOK VALUE			
At 31st December 2007	<u>50,867</u>	<u>6,867</u>	<u>12,774</u>
At 31st December 2006	<u>50,867</u>	<u>8,584</u>	<u>3,240</u>

	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Totals £
COST				
At 1st January 2007	26,361	5,098	33,739	188,778
Additions	-	-	1,890	14,617
	<u>26,361</u>	<u>5,098</u>	<u>35,629</u>	<u>203,395</u>
At 31st December 2007				
DEPRECIATION				
At 1st January 2007	14,980	5,057	22,628	103,554
Charge for year	2,827	8	2,600	10,345
	<u>17,807</u>	<u>5,065</u>	<u>25,228</u>	<u>113,899</u>
At 31st December 2007				
NET BOOK VALUE				
At 31st December 2007	<u>8,554</u>	<u>33</u>	<u>10,401</u>	<u>89,496</u>
At 31st December 2006	<u>11,381</u>	<u>41</u>	<u>11,111</u>	<u>85,224</u>

There is an unscheduled mortgage debenture dated 24th April 1997 incorporating a fixed and floating charge over all current and future assets of the company.

9. STOCKS

	31.12.07	31.12.06 as restated
	£	£
Motorcycles and accessories	<u>642,673</u>	<u>314,515</u>

KJM Superbikes Ltd

Notes to the Abbreviated Accounts - continued
for the Year Ended 31st December 2007

10. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.07	31.12.06 as restated
	£	£
Trade debtors	-	353,840
Other debtors	1,415,099	4,788,987
Kenwood Homes Limited Loan	35,000	35,000
VAT	76,010	-
	<u>1,526,109</u>	<u>5,177,827</u>

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.07	31.12.06 as restated
	£	£
Bank loans and overdrafts (see note 13)	128,178	934,258
Trade creditors	5,426	1,504,676
Tax	8,476	123,752
VAT	-	60,591
Other creditors	40,000	520,860
Directors' current accounts	789	-
Accrued expenses	20,655	23,908
	<u>203,524</u>	<u>3,168,045</u>

12. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	31.12.07	31.12.06 as restated
	£	£
Bank loans (see note 13)	<u>305,137</u>	<u>370,012</u>

13. LOANS

An analysis of the maturity of loans is given below:

	31.12.07	31.12.06 as restated
	£	£
Amounts falling due within one year or on demand:		
Bank overdrafts	70,709	876,789
Bank loans	57,469	57,469
	<u>128,178</u>	<u>934,258</u>
Amounts falling due between one and two years:		
Bank loans - 1-2 years	<u>57,469</u>	<u>57,469</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	<u>247,668</u>	<u>312,543</u>

KJM Superbikes Ltd

Notes to the Abbreviated Accounts - continued
for the Year Ended 31st December 2007

14. PROVISIONS FOR LIABILITIES

	31.12.07	31.12.06 as restated
	£	£
Deferred tax	<u>3,794</u>	<u>3,422</u>
		Deferred tax
		£
Balance at 1st January 2007		3,422
Credit for the year		<u>372</u>
Balance at 31st December 2007		<u><u>3,794</u></u>

15. CALLED UP SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal value:	31.12.07	31.12.06 as restated
			£	£
1,000,000	Ordinary shares	£1	<u>1,000,000</u>	<u>1,000,000</u>
Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	31.12.07	31.12.06 as restated
			£	£
3	Ordinary shares	£1	<u>3</u>	<u>3</u>

16. RESERVES

	Profit and loss account £
At 1st January 2007	1,124,419
Prior year adjustment	<u>999,999</u>
	2,124,418
Deficit for the year	(16,220)
Dividends	<u>(303,000)</u>
At 31st December 2007	<u><u>1,805,198</u></u>

KJM Superbikes Ltd

Notes to the Abbreviated Accounts - continued
for the Year Ended 31st December 2007

17. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	31.12.07	31.12.06 as restated
	£	£
(Loss)/Profit for the financial year	(16,220)	47,588
Dividends	(303,000)	-
Net (reduction)/addition to shareholders' funds	(319,220)	47,588
Opening shareholders' funds (originally £1,124,422 before prior year adjustment of £999,999)	2,124,421	2,076,833
Closing shareholders' funds	<u>1,805,201</u>	<u>2,124,421</u>

18. ULTIMATE CONTROLLING PARTY

The ultimate controlling party is Mr K J Mason who controls the day to day management.