COMPANY REGISTRATION NUMBER 4610121

# KV2 AUDIO EUROPE LIMITED

# ABBREVIATED ACCOUNTS

## 31 DECEMBER 2012




**MASONS AUDIT LIMITED**
Chartered Accountants & Statutory Auditor
4 Hadleigh Business Centre
351 London Road
Hadleigh
Essex
SS7 2BT

# KV2 AUDIO EUROPE LIMITED

## ABBREVIATED ACCOUNTS

## YEAR ENDED 31 DECEMBER 2012

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# KV2 AUDIO EUROPE LIMITED

## INDEPENDENT AUDITOR'S REPORT TO KV2 AUDIO EUROPE LIMITED

## UNDER SECTION 449 OF THE COMPANIES ACT 2006

We have examined the abbreviated accounts, together with the financial statements of KV2 Audio Europe Limited for the year ended 31 December 2012 prepared under Section 396 of the Companies Act 2006

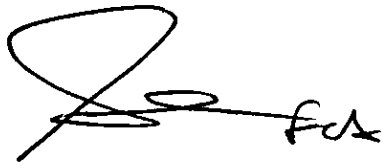
This report is made solely to the company, in accordance with Section 449 of the Companies Act 2006 Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special auditor's report and for no other purpose To the fullest extent permitted by 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 DIRECTOR AND AUDITOR**
The director is 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 4 June 2013 we reported as auditor to the members of the company on the financial statements prepared under Section 396 of the Companies Act 2006 and our report included the following paragraph



STEPHEN BARKER FCA (Senior Statutory Auditor)
For and on behalf of
MASONS AUDIT LIMITED
Chartered Accountants
& Statutory Auditor

4 Hadleigh Business Centre
351 London Road
Hadleigh
Essex
SS7 2BT

4 June 2013

# KV2 AUDIO EUROPE LIMITED

## ABBREVIATED BALANCE SHEET

## 31 DECEMBER 2012

| | Note | 2012 £ | £ | 2011 £ |
|---|---|---|---|---|
| **FIXED ASSETS** | 2 | | | |
| Tangible assets | | | **25,195** | 17,441 |
| **CURRENT ASSETS** | | | | |
| Stocks | | **98,957** | | 158,398 |
| Debtors | | **31,938** | | 38,642 |
| Cash at bank and in hand | | **4,715** | | - |
| | | **135,610** | | 197,040 |
| **CREDITORS: Amounts falling due within one year** | | **189,239** | | 179,532 |
| **NET CURRENT (LIABILITIES)/ASSETS** | | | **(53,629)** | 17,508 |
| **TOTAL ASSETS LESS CURRENT LIABILITIES** | | | **(28,434)** | 34,949 |
| **CREDITORS: Amounts falling due after more than one year** | | | **11,983** | 3,056 |
| | | | **(40,417)** | 31,893 |
| **CAPITAL AND RESERVES** | | | | |
| Called-up equity share capital | 3 | | **1,000** | 1,000 |
| Profit and loss account | | | **(41,417)** | 30,893 |
| **(DEFICIT)/SHAREHOLDERS' FUNDS** | | | **(40,417)** | 31,893 |

These abbreviated accounts have been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006

These abbreviated accounts were approved and signed by the director and authorised for issue on 4 June 2013

J REECE FARREN
Director

Company Registration Number 4610121

**The notes on pages 3 to 5 form part of these abbreviated accounts**

# KV2 AUDIO EUROPE LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS

## YEAR ENDED 31 DECEMBER 2012

### 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 April 2008)

**Turnover**

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

In respect of long-term contracts and contracts for on-going services, turnover represents the value of work done in the year, including estimates of amounts not invoiced Turnover in respect of long-term contracts and contracts for on-going services is recognised by reference to the stage of completion

**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

| | | |
|---|---|---|
| Motor Vehicles | - | 4 years straight line |
| Equipment | - | 5 years straight line |

**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

**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

**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 the transaction Exchange differences are taken into account in arriving at the operating profit

## 1. ACCOUNTING POLICIES *(continued)*

**Financial instruments**

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into An equity instrument is any contract that evidences a residual interest in the assets of the entity after deducting all of its financial liabilities

## 2. FIXED ASSETS

| | Tangible Assets £ |
|---|---|
| **COST** | |
| At 1 January 2012 | **48,569** |
| Additions | **28,362** |
| Disposals | **(34,880)** |
| **At 31 December 2012** | **42,051** |
| **DEPRECIATION** | |
| At 1 January 2012 | **31,128** |
| Charge for year | **8,692** |
| On disposals | **(22,964)** |
| **At 31 December 2012** | **16,856** |
| **NET BOOK VALUE** | |
| **At 31 December 2012** | **25,195** |
| At 31 December 2011 | 17,441 |

## 3. SHARE CAPITAL

**Authorised share capital:**

| | 2012 £ | 2011 £ |
|---|---|---|
| 50,000 Ordinary shares of £1 each | **50,000** | 50,000 |

**Allotted, called up and fully paid:**

| | 2012 | | 2011 | |
|---|---|---|---|---|
| | No | £ | No | £ |
| 1,000 Ordinary shares of £1 each | **1,000** | **1,000** | 1,000 | 1,000 |

## 4. ULTIMATE PARENT COMPANY

During the period the parent company was KV2 Audio Inc a company registered in the United States of America

## 5. POST BALANCE SHEET EVENTS

On 1st January 2013 the ownership of the Company changed such that 100% of the issued share capital was transferred to J Reece-Farren a director of the Company