

KENNETH MACKENZIE LIMITED
UNAUDITED FINANCIAL STATEMENTS
31 AUGUST 2016
ABBREVIATED ACCOUNTS



ArmstrongWatson®
Accountants, Business & Financial Advisers

KENNETH MACKENZIE LIMITED
REGISTERED NUMBER: SC047484

ABBREVIATED BALANCE SHEET
AS AT 31 AUGUST 2016

	Note	£	2016 £	£	2015 £
FIXED ASSETS					
Tangible assets	2		354,406		455,806
CURRENT ASSETS					
Stocks		679,612		300,649	
Debtors		1,587,464		1,498,685	
Cash at bank and in hand		30,694		4,491	
		<u>2,297,770</u>		<u>1,803,825</u>	
CREDITORS: amounts falling due within one year	3	<u>(600,735)</u>		<u>(912,252)</u>	
NET CURRENT ASSETS			<u>1,697,035</u>		<u>891,573</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>2,051,441</u>		<u>1,347,379</u>
CREDITORS: amounts falling due after more than one year			<u>(995,902)</u>		<u>(995,902)</u>
NET ASSETS			<u><u>1,055,539</u></u>		<u><u>351,477</u></u>
CAPITAL AND RESERVES					
Called up share capital	4		100,000		100,000
Share premium account			367,232		367,232
Revaluation reserve			76,990		77,663
Profit and loss account			511,317		(193,418)
SHAREHOLDERS' FUNDS			<u><u>1,055,539</u></u>		<u><u>351,477</u></u>

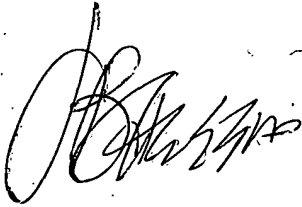
KENNETH MACKENZIE LIMITED

**ABBREVIATED BALANCE SHEET (continued)
AS AT 31 AUGUST 2016**

The directors consider that the company is entitled to exemption from the requirement to have an audit under the provisions of section 477 of the Companies Act 2006 ("the Act") and members have not required the company to obtain an audit for the year in question in accordance with section 476 of the Act.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and for preparing financial statements which give a true and fair view of the state of affairs of the company as at 31 August 2016 and of its profit for the year in accordance with the requirements of sections 394 and 395 of the Act and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The abbreviated accounts, which have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006, were approved and authorised for issue by the board and were signed on its behalf by:



J B Haggas

Director

Date: 16 January 2017

The notes on pages 3 to 5 form part of these financial statements.

KENNETH MACKENZIE LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 AUGUST 2016

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The full financial statements, from which these abbreviated accounts have been extracted, have been prepared under the historical cost convention as modified by the revaluation of land and buildings and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015).

1.2 Going concern

The financial statements have also been prepared on the going concern basis which assumes that the company will continue to receive the support of the shareholders and related undertakings.

1.3 Turnover

Turnover comprises revenue recognised by the company in respect of goods and services supplied during the year, exclusive of Value Added Tax and trade discounts.

Revenue is recognised when goods are despatched.

1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost or valuation less depreciation. Depreciation is not charged on freehold land. Depreciation on other tangible fixed assets is provided at rates calculated to write off the cost or valuation of those assets, less their estimated residual value, over their expected useful lives on the following bases:

Freehold property	-	1% on cost
Plant and machinery	-	10% and 25% on cost

1.5 Revaluation of tangible fixed assets

As permitted by the transitional provisions of the Financial Reporting Standard for Smaller Entities (effective January 2015) the company has elected not to adopt a policy of revaluation of tangible fixed assets. The company will retain the book value of land and buildings, previously revalued at 30 June 1995 and will not update that valuation.

1.6 Stocks and work in progress

Stocks and work in progress are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

KENNETH MACKENZIE LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 AUGUST 2016

1. ACCOUNTING POLICIES (continued)

1.7 Deferred taxation

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation.

Deferred tax is not provided on timing differences arising from the revaluation of fixed assets in the financial statements.

A net deferred tax asset is recognised only if it can be regarded as 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 assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse.

Deferred tax assets and liabilities are not discounted.

1.8 Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates of exchange ruling at the balance sheet date.

Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction.

Exchange gains and losses are recognised in the Profit and loss account.

2. TANGIBLE FIXED ASSETS

	£
Cost or valuation	
At 1 September 2015 and 31 August 2016	<u>3,053,516</u>
Depreciation	
At 1 September 2015	2,597,710
Charge for the year	101,400
At 31 August 2016	<u>2,699,110</u>
Net book value	
At 31 August 2016	<u>354,406</u>
At 31 August 2015	<u>455,806</u>

Included in freehold property is freehold land at valuation of £25,000 (2015 - £25,000), which has not been depreciated.

KENNETH MACKENZIE LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 AUGUST 2016**

**3. CREDITORS:
Amounts falling due within one year**

The following liabilities, included within creditors amounts falling due within one year, are secured by the company:

	2016	2015
	£	£
Overdraft	4,512	553,344

4. SHARE CAPITAL

	2016	2015
	£	£
Allotted, called up and fully paid		
100,000 Ordinary shares of £1 each	100,000	100,000

5. ULTIMATE PARENT UNDERTAKING AND CONTROLLING PARTY

The company was a wholly owned subsidiary undertaking of Xangongo Limited throughout the current and previous year. Xangongo Limited was, during the year and the previous year, under the control of J B Haggas.

The financial statements of Xangongo Limited are available to the public and may be obtained from The Registrar of Companies, Companies House, Crown Way, Cardiff, CF14 3UZ.