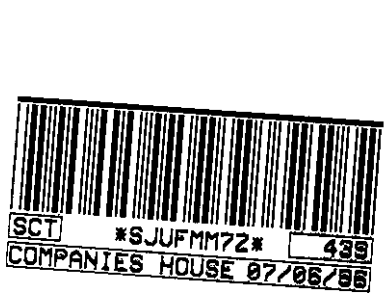
BDO

BDO Stoy Hayward
Chartered Accountants

KIRKERN LIMITED

REPORT AND
ABBREVIATED ACCOUNTS

for the year ended
31 October 1995



Company Number 80350

BDO Stoy Hayward firms also in the South East, Ayr, Bacup, Belfast, Birmingham, Bristol, Bury St. Edmunds, Cardiff, Edinburgh, Glasgow, Ipswich, Leeds, Manchester, Newcastle-upon-Tyne, Newmarket, Norwich, Nottingham, Peterborough, Poole, Rochdale, Saltcoats, Sheffield, Southampton, Stranraer, Sunderland, Wolverhampton.
BDO Stoy Hayward – South East Firm has Offices in London, Bromley, Chelmsford, Epsom, Reading, Richmond, Ware and Wembley.

KIRKERN LIMITED

BALANCE SHEET
as at 31 October 1995

	Notes	£	1995 £	1994 £
FIXED ASSETS				
Tangible assets	2		151,043	117,940
CURRENT ASSETS				
Debtors		53,766		64,573
Cash at bank and in hand		3,916		3,916
		57,682		68,489
CREDITORS: amounts falling due within one year	3	(140,835)		(140,272)
Net current liabilities			(83,153)	(71,783)
Total assets less current liabilities			67,890	46,157
CREDITORS: amounts falling due after more than one year	4		(5,610)	-
			62,280	46,157
CAPITAL AND RESERVES				
Called up share capital	5		500	500
Profit and loss account			61,780	45,657
			62,280	46,157

The directors:

1. confirm that for the period ended 31 October 1995 the company was entitled to the exemption under subsection (2) of section 249a;

2. confirm that no notice requiring an audit had been deposited under sub-section (2) of section 249b in relation to the accounts for the financial year; and

Continued overleaf;

KIRKERN LIMITED

BALANCE SHEET
as at 31 October 1995

The directors (Continued):

3. acknowledge their reponsibility for:

   (a) ensuring that the company keeps accounting records which comply with section 221; and

   (b) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Companies Act 1985 relating to accounts, so far as applicable to the company.

In preparing these abbreviated accounts advantage has been taken of the exemptions conferred by Part III of Schedule 8 to the Companies Act 1985 on the grounds that, in the directors' opinion the company is entitled to the benefits of those exemptions as a small company under the provisions of Sections 246 and 247 of the Act.

The abbreviated accounts on pages 1 to 6 were approved by the Board on 6 MAY 1996.

R Mitchell.....Director

KIRKERN LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS
for the year ended 31 October 1995

1. ACCOUNTING POLICIES

Accounting convention

The abbreviated accounts are prepared under the historical cost convention.

Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost, less estimated residual value, of each asset over its expected useful life. The annual depreciation rates are as follows:

Freehold land and buildings	-	over 50 years
Fixtures and fittings	-	over 10 years
Arcade equipment	-	over 3 years
Motor vehicles	-	25% reducing balance

Leasing and hire purchase commitments

Assets obtained under hire purchase and leases which result in the transfer to the company of substantially all the risks and rewards of ownership (finance leases) are capitalised as tangible fixed assets at the estimated present value of underlying lease payments, and are depreciated in accordance with the above policy. Obligations under such agreements are included in creditors net of finance charges allocated to future periods. The finance element of the rental payments is charged to the profit and loss account over the period of the lease or hire purchase contract, in order to produce a constant periodic rate of charge on the outstanding balance of the net obligation in each period.

Rentals paid under other leases (operating leases) are charged against income on a straight line basis over the lease term.

Deferred taxation

Provision is made for deferred taxation under the liability method to take account of timing differences between the incidence of income and expenditure for taxation and accounting purposes, except to the extent that the directors consider that a liability to taxation is unlikely to crystallise.

Pension costs

Contributions to defined contribution schemes are charged to the profit and loss account in the year in which they become payable.

Cash flow statement

No cash flow statement is included in the financial statements due to the small company exemptions provided in Financial Reporting Standard No 1.

NOTES TO THE ABBREVIATED ACCOUNTS
for the year ended 31 October 1995

2. TANGIBLE FIXED ASSETS

	Freehold land and buildings	Fixtures and fittings	Arcade equipment	Motor vehicles	Total
Cost	£	£	£	£	£
1 November 1994	119,951	24,231	69,255	9,600	223,037
Additions	-	-	65,824	12,848	78,672
Disposals	-	-	(32,804)	(9,600)	(42,404)
31 October 1995	**119,951**	**24,231**	**102,275**	**12,848**	**259,305**
Depreciation					
1 November 1994	29,508	23,765	47,624	4,200	105,097
Charge for the year	2,399	466	34,092	3,212	40,169
Disposals	-	-	(32,804)	(4,200)	(37,004)
31 October 1995	**31,907**	**24,231**	**48,912**	**3,212**	**108,262**
Net book value					
Owned assets	88,044	-	53,363	-	141,407
Hire purchased assets	-	-	-	9,636	9,636
31 October 1995	**88,044**	**-**	**53,363**	**9,636**	**151,043**
Owned assets	90,443	466	21,631	-	112,540
Hire purchased assets	-	-	-	5,400	5,400
31 October 1994	90,443	466	21,631	5,400	117,940

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

The bank overdraft amounted to £61,122 at 31 October 1995 (1994 - £84,519).

The bank overdraft is secured by standard security over the company's property in Falkirk.

4. **CREDITORS**: amounts falling due after more than one year

	1995 £	1994 £
Obligations under hire purchase contracts	5,610	-

5. **SHARE CAPITAL**

Authorised and allotted share capital

	Authorised		Allotted, called up and fully paid	
	1995 Number	1994 Number	1995 £	1994 £
£1 Ordinary	10,000	10,000	500	500

BDO

BDO Stoy Hayward
Chartered Accountants

64 Dalblair Road Ayr KA7 1UH

ACCOUNTANTS' REPORT
to the shareholders of KIRKERN LIMITED

The following reproduces the text of the report prepared for the purposes of section 249a(2) Companies Act 1985 in respect of the company's financial statements, from which the abbreviated accounts (set out on pages 1 to 6) have been prepared.

We have examined, without carrying out an audit, the financial statements for the year ended 31 October 1995 set out on pages 5 to 13.

Respective responsibilities of directors and reporting accountants

As described on page 2, the company's directors are responsible for the preparation of the financial statements, and they believe that the company is exempt from an audit. It is our responsibilty to examine the financial statements and, based on our examination, to report our opinion, as set out below, to the shareholders.

Basis of opinion

We conducted our examination in accordance with the appropriate standards for reporting accountants issued by the Auditing Practices Board. This examination consisted of comparing the financial statements with the accounting records kept by the company, and making such limited enquiries of the officers of the company as we considered necessary for the purposes of this report.

The examination was not an audit conducted in accordance with Auditing Standards. Accordingly we do not express an audit opinion on the financial statements. Therefore our examination does not provide any assurance that the accounting records and the financial statements are free from material misstatement.

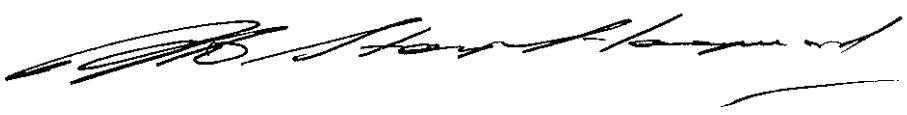
Opinion

In our opinion:

1 the financial statements are in agreement with those accounting records kept by the company under Section 221 of the Companies Act 1985;

2 having regard only to, and on the basis of, the information contained in those accounting records, the financial statements have been drawn up in a manner consistent with the accounting requirements specified in section 249c(6) of the Act; and

3 having regard only to, and on the basis of, the information contained in those accounting records, the company satisfied the conditions for exemption from an audit of the financial statements for the year specified in section 249a(4) of the Act and did not, at any time within that year, fall within any of the categories of companies not entitled to the exemption specified in section 249b(1).



Chartered Accountants

6 MAY 1996