BDO

BDO Stoy Hayward
Chartered Accountants

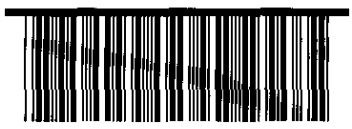
SC80350

Kirkern Limited

Abbreviated Financial Statements

Year Ended

31 October 2000



Kirkern Limited

Annual report and financial statements for the year ended 31 October 2000

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Directors

R Mitchell (Chairman)
B Mitchell

Secretary and registered office

B Mitchell, 32-34 Vicar Street, Falkirk, FK1 1TD

Company number

80350

Accountants

BDO Stoy Hayward, 64 Dalblair Road, Ayr, KA7 1UH

Bankers

Bank of Scotland, 43 Vicar Street, Falkirk, FK1 1LN

BDO

BDO Stoy Hayward
Chartered Accountants

64 Dalblair Road Ayr KA7 1UH

Kirkern Limited

Accountants' report

Accountants' report on the unaudited accounts to the directors of Kirkern Limited

As described on the balance sheet you are responsible for the preparation of the accounts for the year ended 31 October 2000, set out on pages 2 to 6, and you consider that the company is exempt from an audit. In accordance with your instructions, we have compiled these unaudited accounts in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.

BDO STOY HAYWARD
Chartered Accountants

21 March 2001

Kirkern Limited

Balance Sheet at 31 October 2000

	Note	2000		1999	
		£	£	£	£
Fixed assets					
Tangible assets	2		**315,274**		273,578
Current assets					
Debtors		**19,441**		35,540	
Cash at bank and in hand		**3,312**		9,567	
		22,753		45,107	
Creditors: amounts falling due within one year	3	**238,563**		234,379	
Net current liabilities			**(215,810)**		(189,272)
Total assets less current liabilities			**99,464**		84,306
Creditors: amounts falling due after more than one year	4		**7,966**		14,890
Net assets			**91,498**		69,416
Capital and reserves					
Called up share capital	5		**500**		500
Profit and loss account			**90,998**		68,916
Equity shareholders' funds			**91,498**		69,416

The directors have taken advantage of the exemption conferred by section 249A(1) not to have these financial statements audited and confirm that no notice has been deposited under section 249B(2) of the Companies Act 1985.

The notes on pages 4 to 6 form part of these financial statements.

The directors acknowledge their responsibilities for:

(a) ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985; and
(b) preparing financial statements which give a true and fair view of the state of affairs of the company as at 31 October 2000 and of its profit for the year then ended in accordance with the requirement of section 226 and which otherwise comply with the requirements of the Companies Act relating to financial statements, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The financial statements were approved by the Board on 21 March 2001.

B Mitchell
Director

The notes on pages 4 to 6 form part of these financial statements.

1 Accounting policies

The financial statements have been prepared under the historical cost convention. The following principal accounting policies have been applied:

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

Deferred taxation

Provision is made for timing differences between the treatment of certain items for taxation and accounting purposes, to the extent that it is probable that a liability or asset will crystallise.

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.

Pensions

Contributions to the company's defined contribution pension scheme 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.

2 Tangible assets

	Total £
Cost	
At 1 November 1999	470,622
Additions	163,097
Disposals	(49,853)
At 31 October 2000	**583,866**
Depreciation	
At 1 November 1999	197,044
Provided for the year	118,047
Disposals	(46,499)
At 31 October 2000	**268,592**
Net Book Value	
At 31 October 2000	**315,274**
At 31 October 1999	273,578

3 Creditors: amounts falling due within one year

The bank overdraft amounted to £68,256 at 31 October 2000 (1999 - £63,119).
The bank overdraft is secured by standard security over the company's property in Falkirk.

The hire purchase obligations amounted to £38,578 at 31 October 2000 (1999 - £9,028).
The hire purchase obligations are secured on the assets being purchased.

4 Creditors: amounts falling due after more than one year

	2000 £	1999 £
Net obligations under hire purchase contracts	**7,966**	14,890

Included within the above are amounts falling due as follows:

In 1 - 2 years:		
Hire purchase obligations	**7,966**	14,890

The hire purchase obligations are secured on the assets being purchased.

5 Called up share capital

	Authorised		Allotted, called up and fully paid	
	2000 number	1999 number	2000 £	1999 £
Ordinary shares of £1 each	**10,000**	10,000	**500**	500