Kirkern Limited

Abbreviated Financial Statements

Year Ended

31 March 2004



Kirkern Limited

Abbreviated financial statements for the year ended 31 March 2004

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Directors

R Mitchell
B Mitchell

Secretary and registered office

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

Company number

80350

Accountants

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

Bankers

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

Solicitor

Iain G Gow, 18 Cairnhill Road, Bearsden, Glasgow, G61 1AU

Kirkern Limited

Accountants' Report on the Unaudited Financial Statements

To the directors of Kirkern Limited

As described on the balance sheet you are responsible for the preparation of the financial statements for the year ended 31 March 2004, set out on pages 2 to 6, and you consider that the company is exempt from an audit under section 249A(1) of the Companies Act 1985. In accordance with your instructions, we have compiled these unaudited financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.

BDO STOY HAYWARD LLP
Chartered Accountants
Ayr

24 August 2005

Balance sheet at 31 March 2004

	Note	2004 £	2004 £	2003 £	2003 £
Fixed assets					
Intangible assets	2		**149,948**		168,692
Tangible assets	3		**1,401,823**		1,831,093
			1,551,771		1,999,785
Current assets					
Debtors		**214,240**		52,887	
Cash at bank and in hand		**8,000**		8,000	
		222,240		60,887	
Creditors: amounts falling due within one year		**618,884**		957,400	
Net current liabilities			**(396,644)**		(896,513)
Total assets less current liabilities			**1,155,127**		1,103,272
Creditors: amounts falling due after more than one year	4		**703,298**		775,831
			451,829		327,441
Capital and reserves					
Called up share capital	5		**501**		501
Profit and loss account			**451,328**		326,940
Equity shareholders' funds			**451,829**		327,441

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 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 March 2004 and of its profit for the year then ended in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

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

Balance sheet at 31 March 2004 ***(Continued)***

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 24 August 2005.

R 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:

Goodwill

Goodwill is the excess of purchase consideration over the fair value of net assets acquired It is capitalised and amortised over it's estimated useful life, limited to a maximum period of ten years.

Depreciation

Depreciation is provided to write off the cost, less estimated residual values, of all tangible fixed assets, evenly over their expected useful lives. It is calculated at the following rates:

Freehold buildings	-	over 25 to 50 years
Arcade equipment	-	over 3 years
Lease premium	-	over 25 years
Motor vehicles	-	25% reducing balance
Fixtures & fittings	-	over 10 years
Tenants improvements	-	over 10 years

Deferred taxation

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the balance sheet date, except that the recognition of deferred tax assets is limited to the extent that the company anticipates making sufficient taxable profits in the future to absorb the reversal of the underlying timing differences.

Deferred tax balances are not discounted.

Leased assets

Where assets are financed by leasing agreements that give rights approximating to ownership (finance leases), the assets are treated as if they had been purchased outright. The amount capitalised is the present value of the minimum lease payments payable during the lease term. The corresponding leasing commitments are shown as amounts payable to the lessor. Depreciation on the relevant assets is charged to the profit and loss account.

Lease payments are analysed between capital and interest components. The interest element of the payment is charged to the profit and loss account over the period of the lease and is calculated so that it represents a constant proportion of the balance of capital repayments outstanding. The capital part reduces the amounts payable to the lessor.

All other leases are treated as operating leases. Their annual rentals are charged to the profit and loss account on a straight-line basis over the term of the lease.

2 Intangible assets

	Total £
Cost	
At 1 April 2003 and 31 March 2004	**187,436**
Amortisation	
At 1 April 2003	18,744
Provided for the year	18,744
At 31 March 2004	**37,488**
Net book value	
At 31 March 2004	**149,948**
At 31 March 2003	168,692

3 Tangible fixed assets

	Total £
Cost	
At 1 April 2003	2,335,483
Additions	300,274
Disposals	(644,182)
At 31 March 2004	**1,991,575**
Depreciation	
At 1 April 2003	504,390
Provided for the year	244,515
Disposals	(159,153)
At 31 March 2004	**589,752**
Net book value	
At 31 March 2004	**1,401,823**
At 31 March 2003	1,831,093

4 Creditors: amounts falling due after more than one year

Included in creditors are total debts of £703,298 (2003 - £758,432) secured on assets of the company. No creditors fall due for payment after more than five years (2003 £46,467).

5 Share capital

	Authorised		Allotted, called up and fully paid	
	2004	2003	2004	2003
	£	£	£	£
Equity share capital				
Ordinary shares of £1 each	**10,000**	10,000	**501**	501