Company Registration No SC271981 (Scotland)

KAPITAL ASSETS LIMITED

ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31 DECEMBER 2007

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KAPITAL ASSETS LIMITED

ABBREVIATED BALANCE SHEET
AS AT 31 DECEMBER 2007

	Notes	2007 £	2007 £	2006 £	2006 £
Fixed assets					
Tangible assets	2		27,916		33,434
Investments	2		41,040		1,040
			68,956		34,474
Current assets					
Stocks		253,322		199,932	
Debtors		280,316		369,439	
Cash at bank and in hand		66		129	
		533,704		569,500	
Creditors amounts falling due within one year	3	(653,374)		(619,947)	
Net current liabilities			(119,670)		(50,447)
Total assets less current liabilities			(50,714)		(15,973)
Pension scheme liability					
			(50,714)		(15,973)
Capital and reserves					
Called up share capital	4		1		1
Revaluation reserve			1,039		1,039
Profit and loss account			(51,754)		(17,013)
Shareholders' funds			(50,714)		(15,973)

KAPITAL ASSETS LIMITED

ABBREVIATED BALANCE SHEET (CONTINUED)
AS AT 31 DECEMBER 2007

In preparing these abbreviated accounts

(a) The director is of the opinion that the company is entitled to the exemption from audit conferred by Section 249A(1) of the Companies Act 1985,

(b) No notice has been deposited under Section 249B(2) of the Companies Act 1985, and

(c) The director acknowledges his responsibilities for

  (i) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and

  (ii) 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 this Act relating to accounts, so far as applicable to the company

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

Approved by the Board for issue on 30th October 2008

Keith Punler
Director

KAPITAL ASSETS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2007

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1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention modified to include the revaluation of freehold land and buildings and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007)

The company relies on support provided by the director in the form of loans

This support will continue for at least 12 months from the date that the financial statements were approved, to enable the company to meet its liabilities as they fall due

On this basis, and on the basis that the company has secured development consent after the year end, the director considers it appropriate to prepare the financial statements on a going concern basis The financial statements do not include any adjustments that would result from a withdrawal of these loans

1 2 Compliance with accounting standards

The financial statements are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), which have been applied consistently (except as otherwise stated)

1 3 Turnover

Turnover consists of the sales value (excluding VAT) of all work done in the period under contracts to supply goods and services to third parties It includes the relevant proportion of contract values where work is partially performed in the period

1 4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost or valuation less depreciation Depreciation is provided at rates calculated to write off the cost or valuation less estimated residual value of each asset over its expected useful life, as follows

Plant and machinery	20% Straight Line
Computer equipment	33% Straight Line
Fixtures, fittings & equipment	20% Straight Line

The part of the annual depreciation charge on revalued assets which relates to the revaluation surplus is transferred from the revaluation reserve to the profit and loss account

1 5 Investments

Fixed asset investments in subsidiaries are valued at the underlying net asset value of the subsidiary undertaking

1 6 Stock and work in progress

Work in progress is valued at the lower of cost and net realisable value

1 7 Pensions

The company operates a defined contribution scheme for the benefit of its employees Contributions payable are charged to the profit and loss account in the year they are payable

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NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2007

1 Accounting policies **(continued)**

1 8 Deferred taxation

Deferred taxation is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes

1 9 Group accounts

The financial statements present information about the company as an individual undertaking and not about its group The company and its subsidiary undertaking comprise a small sized group The company has therefore taken advantage of the exemptions provided by section 248 of the Companies Act 1985 not to prepare group accounts

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2007

2 Fixed assets

	Tangible assets	Investments	Total
	£	£	£
Cost or valuation			
At 1 January 2007	46,852	1,040	47,892
Additions	4,307	40,000	44,307
At 31 December 2007	51,159	41,040	92,199
Depreciation			
At 1 January 2007	13,418		13,418
Charge for the year	9,825		9,825
At 31 December 2007	23,243		23,243
Net book value			
At 31 December 2007	27,916	41,040	68,956
At 31 December 2006	33,434	1,040	34,474

Holdings of more than 20%
The company holds more than 20% of the share capital of the following companies

Company	Country of registration or incorporation	Shares held Class	%
Subsidiary undertakings			
Humbie Village Developments Ltd	Scotland	Ordinary	100 00
PR Investicijos	Lithuania	Ordinary	50 00

The aggregate amount of capital and reserves and the draft results of these undertakings for the last relevant financial year were as follows

	Principal activity	Capital and reserves 2007	Profit for the year 2007
		£	£
Humbie Village Developments Ltd	Property Development	1	296,332
PR Investicijos		80,000	

The company's investment represents the cost or valuation of acquisition of 100% of the ordinary share capital in Humbie Village Developments Ltd and 50% of the ordinary share capital of PR Investicijos, a company incorporated in Lithuania

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2007

3 Creditors amounts falling due within one year

The aggregate amount of creditors for which security has been given amounted to £285,380 (2006 £231,323)

4 Share capital

	2007	2006
	£	£
Authorised		
100 Ordinary Shares of £1 each	100	100
Allotted, called up and fully paid		
1 Ordinary Shares of £1 each	1	1

5 Transactions with directors

At the year end the company was due a sum of £49,081 to the director (2006 £158,603) This is included within other creditors