

KINGFISHER COLOURS LIMITED

ABBREVIATED FINANCIAL STATEMENTS

For the year ended 31st December, 1995

Registration No. 1498805



KINGFISHER COLOURS LIMITED

AUDITORS' REPORT TO THE DIRECTORS OF  
KINGFISHER COLOURS LIMITED  
UNDER PARAGRAPH 24 OF SCHEDULE 8 TO THE  
COMPANIES ACT, 1985

We have examined the Abbreviated Financial Statements set out on pages 3 to 7, together with the full statutory Financial Statements of the Company for the year ended 31st December, 1995, prepared under Section 226 of the Companies Act, 1985, as modified by the exemptions provided by Part 1 of Schedule 8.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

The Directors are responsible for preparing the Abbreviated Financial Statements in accordance with Schedule 8 to the Companies Act, 1985. It is our responsibility to form an independent opinion as to the Company's entitlement to the exemptions claimed in the Directors' Statement on page 3 and whether the Abbreviated Financial Statements have been properly prepared in accordance with that Schedule.

BASIS OF OPINION

We have carried out the procedures we considered necessary to confirm, by reference to the full statutory Financial Statements that the Company is entitled to the exemptions and that the Abbreviated Financial Statements have been properly prepared from those Financial Statements. The scope of our work for the purpose of this report does not include examining or dealing with events after the date of our report on the full statutory Financial Statements.

OPINION

In our opinion the Company is entitled under Sections 246 and 247 of the Companies Act, 1985, to the exemptions conferred by Section A of Part III of Schedule 8 to that Act, in respect of the year ended 31st December, 1995, and the Abbreviated Financial Statements on pages 3 to 7 have been properly prepared in accordance with that Schedule.

OTHER INFORMATION

On 22nd October, 1996, we reported, as auditors of Kingfisher Colours Limited to the shareholders on the full statutory Financial Statements for the year ended 31st December, 1995, and our audit report was as follows:-

"We have audited the Financial Statements on pages 4 to 10 which have been prepared in accordance with the accounting policies set out on pages 6 and 7.

KINGFISHER COLOURS LIMITED

AUDITORS' REPORT TO THE DIRECTORS OF  
KINGFISHER COLOURS LIMITED  
UNDER PARAGRAPH 24 OF SCHEDULE 8 TO THE  
COMPANIES ACT, 1985

(CONTINUED)

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described on page 1, the Company's Directors are responsible for the preparation of the Financial Statements. It is our responsibility to form an independent opinion, based on our audit, on those Financial Statements and to report our opinion to you.

BASIS OF OPINION


We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An Audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the accounts. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the Financial Statements and of whether the accounting policies are appropriate to the Company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the Financial Statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the Financial Statements.

OPINION

In our opinion the Financial Statements give a true and fair view of the state of the Company's affairs as at 31st December, 1995, and of its results for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act, 1985, applicable to small companies.

Woburn House,  
YELVERTON,  
Devon, PL20 6BS.

  
SIMON MURRAY & CO.  
Chartered Accountants  
and Registered Auditors

Dated 24th October, 1996

KINGFISHER COLOURS LIMITED

ABBREVIATED BALANCE SHEET

As at 31st December, 1995

	Note	<u>1995</u> £	<u>1994</u> £
<u>FIXED ASSETS</u>			
Tangible Assets	2	<u>650,124</u>	<u>563,316</u>
<u>CURRENT ASSETS</u>			
Stocks		251,362	220,477
Debtors		490,373	481,576
Cash at Bank and in Hand		<u>447,509</u>	<u>370,977</u>
		1,189,244	1,073,030
<u>CREDITORS: Amounts falling due within one year</u>	3	<u>1,009,843</u>	<u>(1,290,598)</u>
<u>NET CURRENT ASSETS (LIABILITIES)</u>		<u>179,401</u>	<u>(217,568)</u>
<u>TOTAL ASSETS LESS CURRENT LIABILITIES</u>		829,525	345,748
<u>CREDITORS: Amounts falling due after more than one year</u>	3	<u>(231,927)</u>	<u>-</u>
<u>NET ASSETS</u>		<u>£597,598</u>	<u>£345,748</u>
<u>CAPITAL AND RESERVES</u>			
Called Up Share Capital	4	60	60
Profit and Loss Account		<u>597,538</u>	<u>345,688</u>
<u>SHAREHOLDERS' FUNDS</u>		<u>£597,598</u>	<u>£345,748</u>

The Directors have taken advantage of the exemptions conferred by Part III of Schedule 8 to the Companies Act, 1985, and have done so on the grounds that, in their opinion, the Company qualifies as a small company.

In the preparation of the Company's annual Financial Statements, the Directors have taken advantage of special exemptions applicable to small companies provided by Part I of Schedule 8 and have done so on the grounds that, in their opinion, the Company qualifies as a small company.

SIGNED ON BEHALF OF THE BOARD:

Dr. D.C. Jones )  
Mr. R.M. Beal ) Directors  
Dr. K. Quarmby )



APPROVED BY THE BOARD:

2nd October, 1996  
Dated  


# KINGFISHER COLOURS LIMITED

## NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

For the year ended 31st December, 1995

### 1. ACCOUNTING POLICIES

- a) The Financial Statements have been prepared under the historical cost convention.

b) CASH FLOW

The Financial Statements do not include a cash flow statement because the Company, as a small reporting entity, is exempt from the requirements to prepare such a statement under Financial Reporting Standard 1 'Cash flow statements'.

c) TURNOVER

Turnover represents net invoiced sales, excluding V.A.T.

d) TANGIBLE FIXED ASSETS

Depreciation is provided, after taking account of any grants receivable, at the following annual rates in order to write off each asset over its estimated useful life:-

Freehold Property	- Nil
Leasehold Property	- Over the length of the lease which is less than 50 years.
Plant and Machinery	- 20% on cost
Fixtures and Fittings	- 20% on cost
Motor Vehicles	- 25% on cost.

e) STOCKS

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

f) DEFERRED TAXATION

Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the directors, there is reasonable probability that the liability will not arise in the foreseeable future.

g) FOREIGN CURRENCIES

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of

KINGFISHER COLOURS LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

For the year ended 31st December, 1995

1. ACCOUNTING POLICIES

FOREIGN CURRENCIES - CONTINUED

exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

h) OPERATING LEASES

Rentals applicable to operating leases where substantially all the benefits and risks of ownership remain with the lessor are charged against profit as incurred.

i) INTEREST RECEIVABLE

Interest is credited when receivable by the Company.

KINGFISHER COLOURS LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

For the year ended 31st December, 1995

2. TANGIBLE FIXED ASSETS

	<u>Total</u> £
<u>COST</u>	
1st January, 1995	707,690
Disposals	-
Additions	<u>123,341</u>
At 31st December, 1995	<u>831,031</u>
<u>DEPRECIATION</u>	
1st January, 1995	144,374
Eliminated	-
Charge for year	<u>36,533</u>
At 31st December, 1995	<u>180,907</u>
<u>NET BOOK VALUE</u>	
31st December, 1995	<u>£650,124</u>
31st December, 1994	<u>£563,316</u>

- (a) Fixed Assets are stated in the Balance Sheet at cost less aggregate depreciation.
- (b) Plant, Machinery, Fixtures & Fittings and Motor Vehicles are written down on a straight line basis at 20% and 25% per annum respectively.
- (c) Freehold Property is not amortised.
- (d) Leasehold Property is amortised over the length of the lease which is less than 50 years.
- (e) Depreciation in the Profit and Loss Account is shown net of any profit or loss on realisation.

KINGFISHER COLOURS LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

For the year ended 31st December, 1995

3. CREDITORS:

	<u>1995</u> £	<u>1994</u> £
Creditors include the following:-		
Bank Loan not wholly repayable within years		
- repayable within five years	236,099	-
- repayable after five years	<u>59,024</u>	<u>-</u>
	<u>£295,123</u>	<u>£ -</u>

The Bank Loan of £295,123 is secured.

4. CALLED UP SHARE CAPITAL

	<u>1995</u> £	<u>1994</u> £
<u>Authorised</u>		
100 Ordinary shares of £1 each	£100	£100
<u>Allotted, Called Up and Fully Paid</u>		
60 Ordinary shares of £1 each	£ 60	£ 60