

Company Registration No 02965708 (England and Wales)

KINLEIGH FOLKARD AND HAYWARD LIMITED
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2009



KINLEIGH FOLKARD AND HAYWARD LIMITED

COMPANY INFORMATION

Directors	R M Cleminson P L Coling A Chambers R Johnson (Appointed 8 December 2009)
Secretary	K P Allerton
Company number	02965708
Registered office	KFH House 5 Compton Road Wimbledon London SW19 7QA
Auditors	Warrener Stewart Harwood House 43 Harwood Road London SW6 4QP
Business address	KFH House 5 Compton Road Wimbledon London SW19 7QA

KINLEIGH FOLKARD AND HAYWARD LIMITED

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KINLEIGH FOLKARD AND HAYWARD LIMITED

DIRECTORS' REPORT

FOR THE PERIOD ENDED 31 DECEMBER 2009

The directors present their report and financial statements for the period ended 31 December 2009

Principal activities

The principal activity of the company during the period was that of Chartered Surveyors and Valuers

The company changed its accounting reference date to 31 December in the period, thereby shortening its accounting period from 31 March 2010 to 31 December 2009

Directors

The following directors have held office since 1 April 2009

R M Cleminson

P L Coling

S Robbins

(Resigned 10 July 2009)

A Chambers

R Johnson

(Appointed 8 December 2009)

Auditors

Warrener Stewart are deemed to be re-appointed in accordance with an elective resolution made under section 386 of the Companies Act 1985 which continues in force under the Companies Act 2006

Statement of directors' responsibilities

The directors are responsible for preparing the financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgements and estimates that are reasonable and prudent,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business

The directors are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

KINLEIGH FOLKARD AND HAYWARD LIMITED

DIRECTORS' REPORT (CONTINUED)

FOR THE PERIOD ENDED 31 DECEMBER 2009

Statement of disclosure to auditors

So far as the directors are aware, there is no relevant audit information of which the company's auditors are unaware. Additionally, the directors have taken all the necessary steps that they ought to have taken as directors in order to make themselves aware of all relevant audit information and to establish that the company's auditors are aware of that information.

This report has been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006.

By order of the board



K P Allerton
Secretary

6 May 2010
Date

KINLEIGH FOLKARD AND HAYWARD LIMITED

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF KINLEIGH FOLKARD AND HAYWARD LIMITED

We have audited the financial statements of Kinleigh Folkard and Hayward Limited for the period ended 31 December 2009 set out on pages 5 to 10. These financial statements have been prepared in accordance with the accounting policies set out therein and the requirements of the Financial Reporting Standard for Smaller Entities (effective April 2008), under the historical cost convention and the accountancy policies set out therein.

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

The directors' responsibilities for preparing the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and for being satisfied that the financial statements give a true and fair view are set out in the Statement of Directors' Responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, have been prepared in accordance with the Companies Act 2006, and give a true and fair view. We also report to you whether in our opinion the information given in the directors' report is consistent with the financial statements.

In addition we report to you if, in our opinion, the company has not kept adequate accounting records, if we have not received all the information and explanations we require for our audit, or if certain disclosures of directors' remuneration specified by law are not made.

We read the directors' report and consider the implications for our report if we become aware of any apparent misstatements within it.

Scope of the audit of the financial statements

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. 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.

KINLEIGH FOLKARD AND HAYWARD LIMITED

INDEPENDENT AUDITORS' REPORT (CONTINUED)

TO THE MEMBERS OF KINLEIGH FOLKARD AND HAYWARD LIMITED

Opinion on financial statements

In our opinion

- the financial statements give a true and fair view of the state of the company's affairs as at 31 December 2009 and of its profit for the period then ended, and
- the financial statements have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- the financial statements have been prepared in accordance with the Companies Act 2006

Emphasis of matter - going concern

In forming our opinion, we have considered the adequacy of disclosures made in note 1.1 to the financial statements concerning the basis of their preparation. In view of the significance of this matter, we consider that it should be drawn to your attention, but our opinion is not qualified in this respect.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the directors' report is consistent with the financial statements.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit, or
- the directors were not entitled to prepare the financial statements and the directors' report in accordance with the small companies regime.



Colin Edney (Senior Statutory Auditor)
for and on behalf of Warrener Stewart

Chartered Accountants
Statutory Auditor

6th May 2010

Harwood House
43 Harwood Road
London
SW6 4QP

KINLEIGH FOLKARD AND HAYWARD LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE PERIOD ENDED 31 DECEMBER 2009

		9 months ended 31 December 2009 £	Year ended 31 March 2009 £
	Notes		
Turnover		2,354,510	2,743,814
Staff costs		1,563,651	2,515,258
Depreciation and amortisation		11,272	20,250
Other operating charges		653,913	1,103,548
		2,228,836	3,639,056
Profit/(loss) on ordinary activities before taxation	2	125,674	(895,242)
Tax on profit/(loss) on ordinary activities	3	2,812	9,427
Profit/(loss) for the period	8	128,486	(885,815)

KINLEIGH FOLKARD AND HAYWARD LIMITED

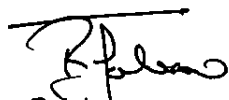
BALANCE SHEET

AS AT 31 DECEMBER 2009

		31 December 2009		31 March 2009	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	4		39,743		50,590
Current assets					
Debtors	5	324,750		494,913	
Cash at bank and in hand		795		150	
		<u>325,545</u>		<u>495,063</u>	
Creditors: amounts falling due within one year	6	<u>(1,578,722)</u>		<u>(1,887,573)</u>	
Net current liabilities			<u>(1,253,177)</u>		<u>(1,392,510)</u>
Total assets less current liabilities			<u>(1,213,434)</u>		<u>(1,341,920)</u>
Capital and reserves					
Called up share capital	7		2		2
Profit and loss account	8		<u>(1,213,436)</u>		<u>(1,341,922)</u>
Shareholders' funds			<u>(1,213,434)</u>		<u>(1,341,920)</u>

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime within Part 15 of the Companies Act 2006 and with the Financial Reporting Standard for Smaller Entities (effective April 2008)

Approved by the Board for issue on 6 May 2010


R Johnson
Director

Company Registration No. 02965708

KINLEIGH FOLKARD AND HAYWARD LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER 2009

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

As the company is a wholly owned subsidiary of Kinleigh Limited and that company prepares consolidated financial statements, this company has taken advantage of the partial exemptions contained within Financial Reporting Standard 8 and has therefore not disclosed transactions with other group companies

Basis of preparation

The company reported a profit for the period of £128,486 (Year ended 31 March 2009 loss £885,815) The company now has a balance sheet deficit of £1,213,434 (Year ended 31 March 2009 deficit £1,341,920) At the balance sheet date £953,642 (Year ended 31 March 2009 £1,125,031) is owed to the company's parent undertaking Kinleigh Limited, the directors of which view the company as an integral part of group operations and accordingly have agreed to continue to provide such financial support as is required whilst the company continues to strengthen its own financial position

In the light of this and after taking into account all other information that could reasonably be expected to be available, the directors are confident that the company will continue in operational existence for the foreseeable future and that the going concern basis is therefore appropriate for the preparation of the company's financial statements

1.2 Turnover

Turnover represents fees and commissions earned in the year, less any credits, exclusive of value added tax

1.3 Tangible fixed assets and depreciation

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

Computer equipment	33% on written down value
Office equipment	25% on written down value

1.4 Leasing

Rentals payable under operating leases are charged against income on a straight line basis over the lease term

1.5 Deferred taxation

Deferred tax is provided using the full provision method Deferred tax is recognised in respect of all timing differences that have originated but not reversed by the balance sheet date and is not recognised on permanent differences

It is the company's policy not to discount deferred tax to reflect the time value of money

KINLEIGH FOLKARD AND HAYWARD LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE PERIOD ENDED 31 DECEMBER 2009

2	Operating profit/(loss)	9 months	Year
		ended	ended
		31 December	31 March
		2009	2009
		£	£
	Operating profit/(loss) is stated after charging		
	Depreciation of tangible assets	11,272	20,250
	Auditors' remuneration	6,100	6,000
	Directors' emoluments	178,777	274,906
		<u> </u>	<u> </u>
3	Taxation	9 months	Year
		ended	ended
		31 December	31 March
		2009	2009
		£	£
	Domestic current year tax		
	U K corporation tax	-	(13,000)
	Adjustment for prior years	(2,812)	3,573
		<u> </u>	<u> </u>
	Current tax charge	<u>(2,812)</u>	<u>(9,427)</u>

There is no charge to tax in view of the loss arising for the period

At the balance sheet date there are unrelieved trading losses of approximately £650,000 which are available for offset against future trading profits subject to agreement from HM Revenue & Customs

The maximum potential deferred tax asset of approximately £182,000, which arises as a consequence of these losses, has not been recognised within the company's balance sheet as its recoverability is dependent on future taxable profits and there is uncertainty as to the period over which these taxable profits might arise

KINLEIGH FOLKARD AND HAYWARD LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE PERIOD ENDED 31 DECEMBER 2009

4 Tangible fixed assets

	Computer equipment £	Office equipment £	Total £
Cost			
At 1 April 2009	101,713	134,974	236,687
Additions	426	-	426
	<hr/>	<hr/>	<hr/>
At 31 December 2009	102,139	134,974	237,113
	<hr/>	<hr/>	<hr/>
Depreciation			
At 1 April 2009	73,450	112,647	186,097
Charge for the period	7,041	4,232	11,273
	<hr/>	<hr/>	<hr/>
At 31 December 2009	80,491	116,879	197,370
	<hr/>	<hr/>	<hr/>
Net book value			
At 31 December 2009	21,648	18,095	39,743
	<hr/>	<hr/>	<hr/>
At 31 March 2009	28,263	22,327	50,590
	<hr/>	<hr/>	<hr/>

5 Debtors

	31 December 2009 £	31 March 2009 £
Trade debtors	294,662	441,411
Other debtors	30,088	53,502
	<hr/>	<hr/>
	324,750	494,913
	<hr/>	<hr/>

6 Creditors' amounts falling due within one year

	31 December 2009 £	31 March 2009 £
Bank loans and overdrafts	-	18,653
Trade creditors	19,641	26,899
Amounts owed to group undertakings	955,863	1,128,606
Taxation and social security	120,935	119,442
Other creditors	482,283	593,973
	<hr/>	<hr/>
	1,578,722	1,887,573
	<hr/>	<hr/>

KINLEIGH FOLKARD AND HAYWARD LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE PERIOD ENDED 31 DECEMBER 2009

7	Share capital	31 December 2009 £	31 March 2009 £
	Authorised		
	1,000 Ordinary shares of £1 each	1,000	1,000
		<u> </u>	<u> </u>
	Allotted, called up and fully paid		
	2 Ordinary shares of £1 each	2	2
		<u> </u>	<u> </u>

8	Statement of movements on profit and loss account	Profit and loss account £
	Balance at 1 April 2009	(1,341,922)
	Retained profit for the year	128,486
		<u> </u>
	Balance at 31 December 2009	(1,213,436)
		<u> </u>

9 Financial commitments

At 31 December 2009 the company had annual commitments under non-cancellable operating leases as follows

	31 December 2009 £	31 March 2009 £
Expiry date		
Within one year	17,750	17,750
Between two and five years	19,500	19,500
	<u> </u>	<u> </u>

10 Control

The ultimate parent undertaking is Kinleigh Limited, a company registered in England

The ultimate controlling party is L T Watts, who owns the majority of the shares in Kinleigh Limited