

**Abbreviated Accounts**  
**for the Year Ended 31 August 2004**  
**for**  
**Knex Pipelines & Cables Limited**



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for the Year Ended 31 August 2004**

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**Knex Pipelines & Cables Limited**

**Company Information  
for the Year Ended 31 August 2004**

**DIRECTORS:**

W Hughes  
J Prichard

**SECRETARY:**

D A Boden

**REGISTERED OFFICE:**

Mwyndy Cross Industries  
Cardiff Road  
Pontyclun  
Rhondda Cynon Taff  
CF72 8PN

**REGISTERED NUMBER:**

3417019

**AUDITORS:**

Broomfield & Alexander Limited  
Registered Auditors  
Chartered Accountants  
Pendragon House  
Caxton Place  
Pentwyn  
Cardiff  
CF23 8XE

**Report of the Independent Auditors to  
Knex Pipelines & Cables Limited  
Under Section 247B of the Companies Act 1985**

We have examined the abbreviated accounts on pages three to five, together with the full financial statements of the company for the year ended 31 August 2004 prepared under Section 226 of the Companies Act 1985.

This report is made solely to the company, in accordance with Section 247B of the Companies Act 1985. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special 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, for our work, for this report, or for the opinions we have formed.

**Respective responsibilities of directors and auditors**

The directors are responsible for preparing the abbreviated accounts in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Sections 246(5) and (6) of the Act to the Registrar of Companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

**Basis of opinion**

We have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the full financial statements.

**Opinion**

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Sections 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts on pages three to five are properly prepared in accordance with those provisions.

*Broomfield & Alexander Limited*

Broomfield & Alexander Limited  
Registered Auditors  
Chartered Accountants  
Pendragon House  
Caxton Place  
Pentwyn  
Cardiff  
CF23 8XE

Date: .....

*7 February 2005*

**Knex Pipelines & Cables Limited**

**Abbreviated Balance Sheet  
31 August 2004**

	Notes	2004 £	2003 £
<b>FIXED ASSETS</b>			
Tangible assets	2	86,954	28,963
<b>CURRENT ASSETS</b>			
Debtors		451,424	619,093
Cash at bank		65,705	-
		<u>517,129</u>	<u>619,093</u>
<b>CREDITORS</b>			
Amounts falling due within one year	3	441,543	548,212
<b>NET CURRENT ASSETS</b>		<u>75,586</u>	<u>70,881</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>162,540</u>	<u>99,844</u>
<b>CREDITORS</b>			
Amounts falling due after more than one year	3	(40,540)	-
<b>PROVISIONS FOR LIABILITIES AND CHARGES</b>		<u>(3,076)</u>	<u>-</u>
		<u>118,924</u>	<u>99,844</u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	4	600	600
Profit and loss account		118,324	99,244
<b>SHAREHOLDERS' FUNDS</b>		<u>118,924</u>	<u>99,844</u>

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

**ON BEHALF OF THE BOARD:**

.....  
W Hughes - Director

Approved by the Board on ..... 32<sup>nd</sup> Feb 2005

The notes form part of these abbreviated accounts

Notes to the Abbreviated Accounts  
for the Year Ended 31 August 2004

## 1. ACCOUNTING POLICIES

**Accounting convention**

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

**Turnover**

Turnover represents amounts invoiced to outside customers, except in respect of contracting activities where turnover represents the value of work carried out during the year including amounts not invoiced. Turnover excludes value added and similar sales-based taxes.

**Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

*Plant and machinery etc* - 25% on cost

**Deferred tax**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

**Hire purchase and leasing commitments**

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to the profit and loss account as incurred.

**Profit recognition on contracting activities**

Profit on individual contracts is taken only when their outcome can be foreseen with reasonable certainty, based on the lower of the percentage margin earned to date and that prudently forecast at completion, taking account of agreed claims. Full provision is made for all known or expected losses on individual contracts, taking a prudent view of future claims income, immediately such losses are foreseen.

**Comparatives**

The comparative figures for turnover and cost of sales have been adjusted by an amount of £379,404 reclassifying closing work in progress as amounts recoverable on contracts. This adjustment has no effect on the reported profit for that year or other years.

## 2. TANGIBLE FIXED ASSETS

	Total £
<b>COST</b>	
At 1 September 2003	91,567
Additions	87,650
	<hr/>
At 31 August 2004	179,217
<b>DEPRECIATION</b>	
At 1 September 2003	62,604
Charge for year	29,659
	<hr/>
At 31 August 2004	92,263
<b>NET BOOK VALUE</b>	
At 31 August 2004	86,954
	<hr/>
At 31 August 2003	28,963
	<hr/>

# Knex Pipelines & Cables Limited

## Notes to the Abbreviated Accounts - continued for the Year Ended 31 August 2004

### 3. CREDITORS

The following secured debts are included within creditors:

	2004 £	2003 £
Hire purchase contracts	<u>62,324</u>	<u>4,772</u>

### 4. CALLED UP SHARE CAPITAL

Authorised:

Number:	Class:	Nominal value:	2004 £	2003 £
1,000	Ordinary	£1	<u>1,000</u>	<u>1,000</u>

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2004 £	2003 £
600	Ordinary	£1	<u>600</u>	<u>600</u>

### 5. TRANSACTIONS WITH DIRECTORS

The following loan to a director subsisted during the year ended 31 August 2004:

**W Hughes**

Balance outstanding at start of year	£
Balance outstanding at end of year	3,988
Maximum balance outstanding during year	<u>3,988</u>

### 6. ULTIMATE CONTROLLING PARTY

In the opinion of the directors, there is no ultimate controlling party.