

REGISTERED NUMBER: 4764726 (England and Wales)



**ABBREVIATED ACCOUNTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2004**  
**FOR**  
**KITE PACKAGING (SOUTH WALES) LIMITED**

Dafferns

Chartered Accountants



**KITE PACKAGING (SOUTH WALES) LIMITED**

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for the year ended 31 December 2004**

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**KITE PACKAGING (SOUTH WALES) LIMITED**

**COMPANY INFORMATION**  
**for the year ended 31 December 2004**

**DIRECTOR:**

B.G. McInnes

**SECRETARY:**

Mrs M-B. Ashe

**REGISTERED OFFICE:**

Unit 2  
Newbridge Road Industrial Estate  
Pontllanfraith  
Gwent  
NP12 2XF

**REGISTERED NUMBER:**

4764726 (England and Wales)

**AUDITORS:**

Dafferns  
Chartered Accountants  
Registered Auditors  
Queens House  
Queens Road  
Coventry  
CV1 3DR

**REPORT OF THE INDEPENDENT AUDITORS TO  
KITE PACKAGING (SOUTH WALES) 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 December 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 director and auditors**

The director is 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.

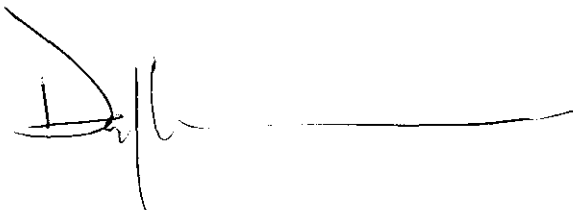
**Basis of opinion**

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.

Dafferns  
Chartered Accountants  
Registered Auditors  
Queens House  
Queens Road  
Coventry  
CV1 3DR



12 April 2005

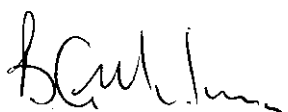
**KITE PACKAGING (SOUTH WALES) LIMITED**

**ABBREVIATED BALANCE SHEET  
31 December 2004**

|  | Notes | 2004<br>£      | £               | 2003<br>£      | £               |
|--|-------|----------------|-----------------|----------------|-----------------|
| <b>FIXED ASSETS</b>                          |       |                |                 |                |                 |
| Tangible assets                              | 2     |                | 18,374          |                | 23,543          |
| <b>CURRENT ASSETS</b>                        |       |                |                 |                |                 |
| Stocks                                       |       | 78,004         |                 | 68,547         |                 |
| Debtors                                      |       | 236,887        |                 | 161,246        |                 |
| Cash at bank                                 |       | 621            |                 | 362            |                 |
|  |       | <u>315,512</u> |                 | <u>230,155</u> |                 |
| <b>CREDITORS</b>                             |       |                |                 |                |                 |
| Amounts falling due within one year          | 3     | <u>327,349</u> |                 | <u>268,594</u> |                 |
| <b>NET CURRENT LIABILITIES</b>               |       |                | <u>(11,837)</u> |                | <u>(38,439)</u> |
| <b>TOTAL ASSETS LESS CURRENT LIABILITIES</b> |       |                | <u>6,537</u>    |                | <u>(14,896)</u> |
| <b>CAPITAL AND RESERVES</b>                  |       |                |                 |                |                 |
| Called up share capital                      | 4     |                | 1               |                | 1               |
| Profit and loss account                      |       |                | <u>6,536</u>    |                | <u>(14,897)</u> |
| <b>SHAREHOLDERS' FUNDS</b>                   |       |                | <u>6,537</u>    |                | <u>(14,896)</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:**



B.G. McInnes - Director

Approved by the Board on 12 April 2005

# KITE PACKAGING (SOUTH WALES) LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS for the year ended 31 December 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 net invoiced sales of goods, excluding value added tax.

#### Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant and machinery etc - 20% to 50% on cost

#### Stocks

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

#### Deferred tax

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

### 2. TANGIBLE FIXED ASSETS

|                       | Total<br>£ |
|-----------------------|------------|
| <b>COST</b>           |            |
| At 1 January 2004     |            |
| and 31 December 2004  | 25,846     |
| <b>DEPRECIATION</b>   |            |
| At 1 January 2004     | 2,303      |
| Charge for year       | 5,169      |
|                       | <hr/>      |
| At 31 December 2004   | 7,472      |
| <b>NET BOOK VALUE</b> |            |
| At 31 December 2004   | 18,374     |
|                       | <hr/>      |
| At 31 December 2003   | 23,543     |
|                       | <hr/>      |

### 3. CREDITORS

The bank have acquired a beneficial interest in the trade debtors to secure the confidential invoice finance facility of a fellow subsidiary. A bank facility of £199,000 has been made available to that company on behalf of Kite Packaging (South Wales) Limited.

**KITE PACKAGING (SOUTH WALES) LIMITED**

**NOTES TO THE ABBREVIATED ACCOUNTS - continued**  
**for the year ended 31 December 2004**

**4. CALLED UP SHARE CAPITAL**

Authorised:

| Number: | Class:   | Nominal<br>value: | 2004<br>£  | 2003<br>£  |
|---------|----------|-------------------|------------|------------|
| 100     | Ordinary | £1                | <u>100</u> | <u>100</u> |

Allotted, issued and fully paid:

| Number: | Class:   | Nominal<br>value: | 2004<br>£ | 2003<br>£ |
|---------|----------|-------------------|-----------|-----------|
| 1       | Ordinary | £1                | <u>1</u>  | <u>1</u>  |

**5. ULTIMATE PARENT COMPANY**

The company is a wholly-owned subsidiary of Kite Packaging Group Limited.