

## **Kenmore Aberdeen 2 Limited**

### **Annual report and financial statements**

for the year ended 31 July 2006

Registered number SC 210751

THURSDAY



\*SEHL6Q04\*

SCT

31/05/2007

142

COMPANIES HOUSE

## **Contents**

Directors' report	1
Statement of directors' responsibilities	2
Independent auditors' report to the members of Kenmore Aberdeen 2 Limited	3
Profit and loss account	4
Balance sheet	5
Notes	6

## **Directors' report**

The directors have pleasure in submitting their annual report and audited financial statements for the year ended 31 July 2006

### **Principal activities**

The company was dormant during the year

### **Results and dividends**

The loss for the year, after taxation, amounted to £117,496 (2005 £15) The directors do not recommend payment of a dividend (2005 £nil)

### **Directors and directors' interests**

The directors who served during the year were as follows

JAB Kennedy  
A E White  
J K Brown  
RWM Brook

The directors have no interests in the shares of the company The directors' interests in the shares of Kenmore Property Group Limited, the company's parent company, are disclosed in that company's financial statements

### **Disclosure of information to auditors**

The directors who held office at the date of approval of this directors' report confirm that, so far as they are each aware, there is no relevant audit information of which the Company's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director to make himself aware of any relevant audit information and to establish that the Company's auditors are aware of that information

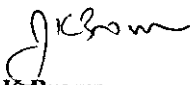
### **Political and charitable contributions**

The group made no political contributions or donations to UK charities during the year

### **Auditors**

In accordance with Section 384 of the Companies Act 1985, a resolution for the re appointment of KPMG LLP as auditors of the company is to be proposed at the forthcoming Annual General Meeting

By order of the board

  
**J K Brown**  
Secretary

33 Castle Street  
Edinburgh  
18 May 2007

## **Statement of directors' responsibilities in respect of the Directors' Report and the financial statements**

The directors are responsible for preparing the Directors' Report and 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 they have elected to prepare the financial statements in accordance with UK Accounting Standards and applicable law (UK Generally Accepted Accounting Practice)

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 these financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgments and estimates that are reasonable and prudent,
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements, and
- 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 its financial statements comply with the Companies Act 1985. They have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities

## **Independent auditors' report to the members of Kenmore Aberdeen 2 Limited**

We have audited the financial statements of Kenmore Aberdeen 2 Limited for the year ended 31 July 2006 which comprise the Profit and Loss Account, the Balance Sheet and the related notes. These financial statements have been prepared under the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with section 235 of the Companies Act 1985. 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 auditor's 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 UK Accounting Standards (UK Generally Accepted Accounting Practice) are set out in the Statement of Directors' Responsibilities on page 2.

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 give a true and fair view and are properly prepared in accordance with the Companies Act 1985. 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 proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and other transactions is not disclosed.

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

### **Basis of audit opinion**

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 judgments 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, in accordance with UK Generally Accepted Accounting Practice, of the state of the company's affairs as at 31 July 2006 and of its loss for the year then ended,
- the financial statements have been properly prepared in accordance with the Companies Act 1985, and
- the information given in the Directors' Report is consistent with the financial statements.



**KPMG LLP**  
Chartered Accountants  
Registered Auditor  
Edinburgh

**18 May 2007**

**Profit and loss account**  
*for the year ended 31 July 2006*

	<i>Notes</i>	<b>2006</b> <b>£</b>	<b>2005</b> <b>£</b>
<b>Turnover</b>	<b>2</b>		
Cost of sales		_____	_____
<b>Gross profit</b>			
Other operating income			
Administrative expenses		_____	(15) _____
<b>Operating loss</b>	<b>3 4</b>		(15)
Interest payable and similar charges	<b>5</b>	<b>(117,496)</b> _____	_____
<b>Loss on ordinary activities before taxation</b>		<b>(117,496)</b>	(15)
Tax on loss on ordinary activities	<b>6</b>	_____	_____
<b>Loss for the financial year</b>	<b>10</b>	<b>(117,496)</b> =====	(15) =====

Other than the result recorded there have been no other recognised gains or losses

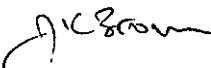
The result for the financial year has been derived solely from continuing activities

The historical cost results of the company are not materially different to those reported above

**Balance sheet**  
*at 31 July 2006*

	<i>Note</i>	<b>2006</b> £	<b>2005</b> £
<b>Current assets</b>			
Stocks and work in progress	7	932,085	932,085
		<hr/> 932,085	<hr/> 932,085
<b>Creditors</b> amounts falling due within one year	8	(1,071,563)	(954,067)
<b>Net liabilities</b>		<hr/> (139,478)	<hr/> (21,982)
<b>Capital and reserves</b>			
Called up share capital	9	2	2
Profit and loss account	10	(139,480)	(21,984)
<b>Shareholders' deficit</b>	11	<hr/> (139,478)	<hr/> (21,982)

These financial statements were approved by the board of directors on 18 May 2007 and were signed on its behalf by

  
**J K Brown**  
*Director*

## **Notes**

*(forming part of the financial statements)*

### **1 Accounting policies**

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements

#### ***Basis of preparation***

The financial statements have been prepared under the historical cost convention in accordance with applicable Accounting Standards

Under Financial Reporting Standard 1 the company is exempt from the requirement to prepare a cash flow statement on the grounds that its parent undertaking includes the company in its own published consolidated financial statements

As the company is a wholly owned subsidiary of Kenmore Investments Limited, the company has taken advantage of the exemption contained in FRS 8 and has therefore not disclosed transactions or balances with entities which form part of the group (or investees of the group qualifying as related parties) The consolidated financial statements of Kenmore Investments Limited, within which the company is included, can be obtained from the address given in note 12

#### ***Going concern***

Confirmation has been received from the company's parent undertaking, Kenmore Investments Limited, that it will continue to provide financial assistance for the foreseeable future to enable the company to meet its financial obligations as and when they fall due

#### ***Trading properties and developments***

These assets are valued at the lower of cost or net realisable value Cost includes the purchase cost of land and buildings, development expenditure and attributable finance costs including interest Net realisable value is based on the estimated selling price less cash expected to be incurred to completion and disposal

#### ***Deferred taxation***

The charge for taxation is based on the profit for the year and takes into account taxation deferred because of timing differences between the treatment of certain items for taxation and accounting purposes No deferred tax is provided on capital allowances in respect of assets not subject to depreciation

#### ***Dividends on shares presented within shareholders' funds***

Dividends unpaid at the balance sheet date are only recognised as a liability at that date to the extent that they are appropriately authorised and are no longer at the discretion of the Company Unpaid dividends that do not meet these criteria are disclosed in the notes to the financial statements



**Notes** *(continued)*

**2 Turnover**

The company had no turnover during the year

**3 Operating loss**

	2006	2005
	£	£

*Operating loss*

Auditors' remuneration

In 2005, the audit fee for the company was borne by Kenmore Investments Ltd, the parent company

**4 Staff costs and numbers**

The directors received no remuneration for their services to the company Other than the directors the company had no employees during the year (2005 nil)

**5 Interest payable and similar charges**

	2006	2005
	£	£

Loan interest due to related companies

117,496

**6 Tax on loss on ordinary activities**

	2006	2005
	£	£

UK corporation tax

*Factors affecting the tax charge for the current period*

The current tax charge is lower than the standard rate of corporation tax in the UK (30%)

The differences are explained below

	2006	2005
	£	£

Loss on ordinary activities before taxation

(117,496)

(15)

Current tax at 30% (2005 30%)

(35,249)

(5)

*Effects of*

Utilisation of tax losses

35,249

5

Total current tax (credit) / charge (see above)

**Notes** *(continued)*

**7 Stocks and work in progress**

	2006	2005
	£	£
Trading properties	932,085	932,085
	<u>          </u>	<u>          </u>

**8 Creditors: amounts falling due within one year**

	2006	2005
	£	£
Amount due to parent and fellow group undertakings	1,071,563	954,067
	<u>          </u>	<u>          </u>

**9 Called up share capital**

	Authorised	Allotted, called up and fully paid
	£	£
As at 31 July 2005 and 2006		
Ordinary shares of £1 each	2	2
	<u>          </u>	<u>          </u>

**10 Profit and loss account**

	2006	2005
	£	£
As at 1 August	(21,984)	(21,969)
Loss for the year	(117,496)	(15)
	<u>          </u>	<u>          </u>
As at 31 July	(139,480)	(21,984)
	<u>          </u>	<u>          </u>

**Notes** *(continued)*

**11 Reconciliation of movements in shareholders' deficit**

	2006 £	2005 £
Loss for the year	(117,496)	(15)
Net reduction in shareholders' funds	(117,496)	(15)
Opening deficit in shareholders' funds	(21,982)	(21,967)
<b>Closing deficit in shareholders' funds</b>	<b>(139,478)</b>	<b>(21,982)</b>

**12 Ultimate parent undertaking**

The company is a subsidiary undertaking of Kenmore Investments Limited, incorporated in Scotland. The ultimate parent company is Kenmore Property Group Ltd. The consolidated financial statements of Kenmore Property Group Limited are available to the public and may be obtained from the Registrar of Companies, Companies House, 37 Castle Terrace, Edinburgh, EH1 2EB.