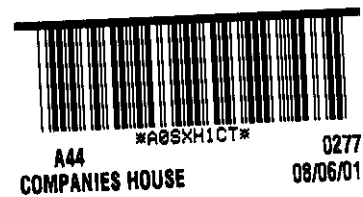


Company Number: 1219774

**KMD COMPANY LIMITED**  
**ABBREVIATED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31ST DECEMBER 2000**



KS

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AND RETURN  
THIS COPY**

## **AUDITORS' REPORT TO KMD COMPANY LIMITED**

### **UNDER SECTION 247B OF THE COMPANIES ACT 1985**

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We have examined the abbreviated financial statements set out on pages 2 to 5 together with the financial statements of *KMD Company Limited* for the year ended 31st December 2000 prepared under section 226 of the Companies Act 1985.

#### **Respective responsibilities of directors and auditors**

The directors are responsible for preparing the abbreviated financial statements 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 financial statements prepared in accordance with sections 246(5) and (6) of the Act to the registrar of companies and whether the financial statements 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 procedures we considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated financial statements and that the abbreviated financial statements 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 financial statements.

#### **Opinion**

In our opinion the company is entitled to deliver abbreviated financial statements prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated financial statements on pages 2 to 5 are properly prepared in accordance with those provisions.

*Mark J. Rees*

**Mark J. Rees**

**Chartered Accountants and Registered Auditors**

**Granville Hall**

**Granville Road**

**Leicester**

**LE1 7RU**

**Date:** 12th May 2001

# KMD COMPANY LIMITED

## ABBREVIATED BALANCE SHEET

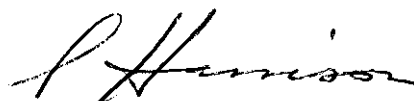
AS AT 31ST DECEMBER 2000

	Notes	2000 £	1999 £
<b>Fixed assets</b>	2		
Tangible fixed assets		815,586	796,619
<b>Current assets</b>			
Stock		162,037	127,161
Debtors		428,868	657,320
Cash at bank and in hand		110,009	251
		<u>700,914</u>	<u>784,732</u>
<b>Creditors: amounts falling due within one year</b>	3	<u>(721,592)</u>	<u>(893,696)</u>
<b>Net current liabilities</b>		<u>(20,678)</u>	<u>(108,964)</u>
<b>Total assets less current liabilities</b>		<u>794,908</u>	<u>687,655</u>
<b>Creditors: amounts falling due after more than one year</b>	3	(8,645)	-
<b>Provisions for liabilities and charges</b>			
Deferred taxation		<u>(106,341)</u>	<u>(104,037)</u>
		<u>679,922</u>	<u>583,618</u>
<b>Capital and reserves</b>			
Share capital	4	10,002	10,002
Profit and loss account		<u>669,920</u>	<u>573,616</u>
<b>Shareholders' funds</b>		<u>679,922</u>	<u>583,618</u>

The abbreviated financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

These abbreviated financial statements were approved by the board on 4th May 2001 and signed on its behalf.

Mr C Harrison  
Director



# **KMD COMPANY LIMITED**

## **NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31ST DECEMBER 2000**

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### **1 Accounting policies**

#### **Basis of accounting**

The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards.

These financial statements have been prepared in accordance with the special provisions relating to small companies within Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective March 2000).

#### **Turnover**

Turnover comprises the value of sales excluding value added tax and trade discounts.

#### **Tangible fixed assets and depreciation**

Depreciation has been provided at the following rates in order to write down the cost or valuation, less estimated residual value, of all tangible fixed assets, with the exception of freehold land, over their expected useful lives:

Leasehold properties	Over the period of the lease
Plant and machinery	Between 5% and 20% on cost less estimated residual value
Motor vehicles	25% on cost
Fixtures and fittings	Between 20% and 50% on cost

#### **Stocks**

Stock and work in progress have been valued by the directors at the lower of cost or net realisable value.

#### **Deferred taxation**

Provision is made for deferred taxation using the liability method to take account of timing differences between the incidence of income and expenditure for taxation and accounting purposes except to the extent that the directors consider that a liability to taxation is unlikely to crystallise.

#### **Contribution to pension funds**

The company operates a defined contribution pension scheme. The amount charged to the profit and loss account in respect of pension costs is the contributions payable in the year. Differences between contributions payable in the year and contributions actually paid are shown as either accruals or prepayments in the balance sheet.

# KMD COMPANY LIMITED

## NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER 2000

### Hire purchase and leased assets

Assets held under finance leases and hire purchase contracts are capitalised in the balance sheet at their fair value and depreciated over their expected useful lives. The interest element of leasing payments represents a constant proportion of the capital balance outstanding and is charged to the profit and loss account over the period of the lease.

All other leases are regarded as operating leases and the payments made under them are charged to the profit and loss account on a straight line basis over the lease term.

### 2 Fixed assets

	<b>Tangible fixed assets £</b>	<b>Total £</b>
<b>Cost</b>		
At 1st January 2000	1,355,797	1,355,797
Additions	124,899	124,899
Disposals	(10,000)	(10,000)
<b>At 31st December 2000</b>	<b>1,470,696</b>	<b>1,470,696</b>
<b>Depreciation and amortisation</b>		
At 1st January 2000	559,177	559,177
Charge for the year	99,273	99,273
On disposals	(3,340)	(3,340)
<b>At 31st December 2000</b>	<b>655,110</b>	<b>655,110</b>
<b>Net book value</b>		
<b>At 31st December 2000</b>	<b>815,586</b>	<b>815,586</b>
<i>At 31st December 1999</i>	<i>796,620</i>	<i>796,620</i>

### 3 Secured creditors

The aggregate amount of secured liabilities is £181,883 (1999: £431,284).

### 4 Share capital

	<b>2000 £</b>	<b>1999 £</b>
<b>Authorised</b>		
1,000,000 Ordinary shares of £0.10 each	100,000	100,000
	<b>100,000</b>	<b>100,000</b>
<b>Allotted</b>		
100,020 Allotted, called up and fully paid ordinary shares of £0.10 each	10,002	10,002
	<b>10,002</b>	<b>10,002</b>

# **KMD COMPANY LIMITED**

## **NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31ST DECEMBER 2000**

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### **5 Transactions with directors**

During the year the company provided a loan to Mr C Harrison, a director. The outstanding amounts were as follows: beginning of year: £-; end of year: £6,000; maximum during the year: £6,000.