

DIRECTORS' REPORT

The directors have pleasure in submitting their annual report on the affairs of your company for the year ended 31 December 2013

RESULTS AND DIVIDENDS

The profit for the year after charging taxation of £6,689 was £26,758 Interim dividends of £30,000 were paid during the year No final dividend is recommended

PRINCIPAL ACTIVITIES

The principal activity of the company is that of property letting

DIRECTORS

The directors who served during the year were as follows

Mrs C M Loxton
M R Loxton

The above report has been prepared in accordance with the provisions applicable to companies subject to the small companies regime within Part 15 of the Companies Act 2006

By Order of the Board

Mark Loxton

M R LOXTON
Director

21 February 2014

TUESDAY



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A32 25/02/2014 #22
COMPANIES HOUSE

A & K HOLDINGS LIMITED

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2013

	<u>Notes</u>	<u>2013</u> £	<u>2012</u> £
Turnover		53,015	47,944
Cost of Sales		(14,397)	(9,071)
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Gross Profit		38,618	38,873
Administrative Expenses		(3,331)	(3,801)
		<hr/>	<hr/>
Operating Profit	1	35,287	35,072
Interest Payable		(1,840)	(1,407)
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Profit on Ordinary Activities Before Taxation		33,447	33,665
Taxation	2	(6,689)	(6,733)
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Profit on Ordinary Activities After Taxation	9	26,758	26,932
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STATEMENT OF TOTAL RECOGNISED
GAINS AND LOSSES

Profit for the Financial Year	26,758	26,932
Unrealised Surplus on Revaluation of Investment Properties	-	-
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Total Gains and Losses Recognised since last Annual Report	26,758	26,932
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A & K HOLDINGS LIMITED
BALANCE SHEET AS AT 31 DECEMBER 2013

	<u>Notes</u>	<u>2013</u> £	<u>2012</u> £
<u>FIXED ASSETS</u>			
Tangible Assets	3	493,986	495,572
<u>CURRENT ASSETS</u>			
Debtors - prepayments		1,377	1,735
Cash at bank		-	-
		1,377	1,735
<u>CREDITORS</u> Amounts falling due within one year	4	(34,573)	(29,057)
<u>NET CURRENT (LIABILITIES)</u>		(33,196)	(27,322)
<u>TOTAL ASSETS LESS CURRENT LIABILITIES</u>		460,790	468,250
<u>CREDITORS</u> Amounts falling due in more than one year	5	(17,623)	(21,730)
<u>PROVISION FOR LIABILITIES</u>	6	(857)	(968)
		442,310	445,552
<u>CAPITAL AND RESERVES</u>			
Called Up Share Capital	7	5,000	5,000
Investment Property Revaluation	8	442,082	442,082
Profit & Loss Account	9	(4,772)	(1,530)
		442,310	445,552

These accounts 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)

These accounts have not been audited because the company is entitled to the exemption provided by Section 477 of the Companies Act 2006 and members have not required the company to obtain an audit of its accounts for the period in accordance with Section 476

The directors acknowledge their responsibilities for

- (i) ensuring that the company keeps accounting records which comply with Section 386 of the Companies Act 2006, and
- (ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of section 394 and 395 of the Companies Act 2006, and which otherwise comply with the requirements of the Act relating to accounts, so far as applicable to the company

Approved by the board on 21 February 2014

MRS C M LOXTON

C.M. Loxtton

A & K HOLDINGS LIMITED

DIRECTORS' RESPONSIBILITIES AND ACCOUNTING POLICIES

STATEMENT OF DIRECTORS' RESPONSIBILITIES

In respect of preparation of the financial statements

The directors are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice. Company law requires the directors to prepare accounts for each financial year which 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 year. In preparing those accounts 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 adequate accounting records that are sufficient to show and explain the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Company and to 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.

ACCOUNTING POLICIES

Accounting Convention

The financial statements are prepared under the historical cost convention as modified by the revaluation of certain assets.

Turnover

Turnover comprises rental income.

Depreciation

No depreciation is being provided on freehold investment properties. Depreciation of plant and equipment is provided on the reducing balance at 15%.

Investment Property

Investment property is revalued annually, surpluses or deficits arising from these valuations are taken to the investment property revaluation reserve.

In accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008) no depreciation is provided in respect of freehold investment property. Whilst this is a departure from the requirements of the Companies Act 2006 the directors consider that the adoption of the Financial Reporting Standard for Smaller Entities (effective April 2008) is necessary in order that the accounts show a true and fair view.

Deferred Taxation

Deferred tax is provided on the liability method to take account of timing differences between the treatment of certain items for accounts purposes and their treatment for tax purposes. Tax deferred is accounted for in respect of all material timing differences other than for timing differences arising from the revaluation of tangible fixed assets where there is no commitment to sell the asset. Deferred tax assets and liabilities are not discounted.

A & K HOLDINGS LIMITED

NOTES TO THE ACCOUNTS

1 OPERATING PROFIT

Operating Profit is stated after charging	<u>2013</u> £	<u>2012</u> £
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Depreciation	1,586	1,866
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2 TAXATION

Corporation Tax	6,800	6,846
Deferred Tax	(111)	(113)

	<u>6,689</u>	<u>6,733</u>
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3 TANGIBLE FIXED ASSETS

<u>Cost Or Valuation</u>	<u>Freehold Investment Property</u> £	<u>Plant & Equipment</u> £	<u>TOTAL</u> £
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At 1 January 2013	485,000	26,987	511,987
Additions	-	-	-

At 31 December 2013	485,000	26,987	511,987
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Cost	-	26,987	26,987
Valuation in 2013	485,000	-	485,000

At 31 December 2013	485,000	26,987	511,987
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Aggregate Depreciation

At 1 January 2013	-	16,415	16,415
Charge for the year	-	1,586	1,586

At 31 December 2013	-	18,001	18,001
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Net Book Value

At 31 December 2013	485,000	8,986	493,986
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At 1 January 2013	485,000	10,572	495,572
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The Investment Property was revalued by the directors on the basis of open market value in existing use at 31 December 2013

A & K HOLDINGS LIMITED

NOTES TO THE ACCOUNTS

	<u>2013</u> £	<u>2012</u> £
4 <u>CREDITORS</u> Amounts falling due within one year		
Bank Overdraft (Secured)	15,195	8,864
Bank Loan (Secured)	4,036	3,824
Corporation Tax	6,800	6,846
Director's Current Account (C M Loxton)	810	548
Accruals and Deferred Income	7,732	8,975
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	34,573	29,057
	<hr/>	<hr/>
5 <u>CREDITORS</u> Amounts falling due in more than one year		
Bank Loans (Secured) Payable by instalments falling due		
- in less than five years	17,623	17,413
- in five years or more	-	4,317
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	17,623	21,730
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6 <u>PROVISION FOR LIABILITIES</u> - Deferred Taxation	£	£
Opening balance	968	1,081
(Credit) for the year	(111)	(113)
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Closing balance	857	968
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No provision has been made for the potential taxation liability which would arise on the sale of the company's investment property at book value. The potential liability is £43,093 (£44,181 2012)		
7 <u>SHARE CAPITAL</u>		
	£	£
Allotted, Issued and Fully Paid		
5,000 Ordinary Shares of £1 each	5,000	5,000
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8 <u>INVESTMENT PROPERTY REVALUATION RESERVE</u>		
Opening balance	442,082	442,082
Arising this year	-	-
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Closing balance	442,082	442,082
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A & K HOLDINGS LIMITED

NOTES TO THE ACCOUNTS

9 PROFIT & LOSS ACCOUNT

	<u>2013</u> £	<u>2012</u> £
Opening balance	(1,530)	7,538
Profit after taxation for the year	26,758	26,932
Dividends paid	(30,000)	(36,000)
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Closing balance	(4,772)	(1,530)
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10 CONTROL

The company was under the control of Mrs C M Loxton, a director and the sole shareholder, throughout the year

11 RELATED PARTY TRANSACTIONS

Mrs C M Loxton, a director and the sole shareholder, received the dividends paid during the year

