

COMPANY REGISTRATION NUMBER 01132634

KINGCROSS LTD
FINANCIAL STATEMENTS
FOR
31 AUGUST 2005

FRIDAY



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30/06/2006
COMPANIES HOUSE

I D MACLUCAS & CO
Chartered Accountants
Churt Road
Beacon Hill
Hindhead
Surrey
GU26 6NL

KINGCROSS LTD
FINANCIAL STATEMENTS
YEAR ENDED 31 AUGUST 2005

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KINGCROSS LTD
THE DIRECTORS' REPORT
YEAR ENDED 31 AUGUST 2005

The directors have pleasure in presenting their report and the unaudited financial statements of the company for the year ended 31 August 2005.

PRINCIPAL ACTIVITIES

The principal activity of the company during the year was that of property dealers.

THE DIRECTORS AND THEIR INTERESTS IN THE SHARES OF THE COMPANY

The directors who served the company during the year together with their beneficial interests in the shares of the company were as follows:

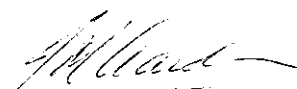
	Ordinary Shares of £1 each	
	At 31 August 2005	At 1 September 2004
J A Gardner	80	80
Mrs J M Gardner	<u>20</u>	<u>20</u>

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

Registered office:
Bankside
Churt Road
Beacon Hill
Hindhead
Surrey
GU26 6NL

Signed by order of the directors



MRS J M GARDNER
Company Secretary

Approved by the directors on

KINGCROSS LTD
PROFIT AND LOSS ACCOUNT
YEAR ENDED 31 AUGUST 2005

	Note	2005 £	2004 £
TURNOVER		687,625	854,950
Cost of sales		<u>477,889</u>	547,671
GROSS PROFIT		209,736	307,279
Administrative expenses		<u>94,896</u>	73,262
OPERATING PROFIT	2	114,840	234,017
Interest receivable		674	147
Interest payable and similar charges		<u>(21,127)</u>	(33,943)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		<u>94,387</u>	200,221
Tax on profit on ordinary activities	4	<u>18,224</u>	20,550
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		<u>76,163</u>	179,671
Equity dividends paid		<u>40,000</u>	—
RETAINED PROFIT FOR THE FINANCIAL YEAR		<u>36,163</u>	179,671
Balance brought forward		<u>75,940</u>	(103,731)
Balance carried forward		<u>112,103</u>	<u>75,940</u>

The notes on page 2 form part of these financial statements.

KINGCROSS LTD

BALANCE SHEET

31 AUGUST 2005

	Note	2005 £	2004 £
FIXED ASSETS			
Tangible assets	5	6,510	4,199
CURRENT ASSETS			
Stocks		346,714	247,823
Debtors	6	71,189	178,746
Cash at bank		55	79,730
		<u>417,958</u>	<u>506,299</u>
CREDITORS: Amounts falling due within one year	7	<u>312,265</u>	<u>434,098</u>
NET CURRENT ASSETS		105,693	72,201
TOTAL ASSETS LESS CURRENT LIABILITIES		112,203	76,400
CREDITORS: Amounts falling due after more than one year	8	—	360
		<u>112,203</u>	<u>76,040</u>
CAPITAL AND RESERVES			
Called-up equity share capital	10	100	100
Profit and loss account		<u>112,103</u>	<u>75,940</u>
SHAREHOLDERS' FUNDS		112,203	76,040

The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The directors acknowledge their responsibilities for:

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) preparing financial statements 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 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

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

These financial statements were approved by the directors on the 28 June 06 and are signed on their behalf by:


J A GARDNER
Director

The notes on page 3 form part of these financial statements.

KINGCROSS LTD
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 AUGUST 2005

1. ACCOUNTING POLICIES

Basis of accounting

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

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

Fixed assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Leased Assets	- 20% Straight Line
Fixtures & Fittings	- 15% Reducing Balance
Motor Vehicles	- 25% Straight Line
Computer Equipment	- 20% Reducing Balance

Stocks

Stock is valued at the lower of cost and net realisable value. Net realisable value is based on estimated selling price less further costs to completion and selling costs.

Finance lease agreements

Where the company enters into a lease which entails taking substantially all the risks and rewards of ownership of an asset, the lease is treated as a finance lease. The asset is recorded in the balance sheet as a tangible fixed asset and is depreciated in accordance with the above depreciation policies. Future instalments under such leases, net of finance charges, are included with creditors. Rentals payable are apportioned between the finance element, which is charged to the profit and loss account on a straight line basis, and the capital element which reduces the outstanding obligation for future instalments.

Pension costs

The company operates a defined contribution pension scheme using an external insurance company. The amount charged to Profit and Loss is the amount paid in premiums during the year.

KINGCROSS LTD

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 AUGUST 2005

1. ACCOUNTING POLICIES *(continued)*

Land and buildings

Properties acquired for resale are shown in Trading Stock and are not depreciated. Properties acquired for their investment potential are shown in Trading Stock until construction work and development are complete and are then transferred to Investment Properties at cost. Depreciation is charged on Investment Properties at 2% excluding land.

2. OPERATING PROFIT

Operating profit is stated after charging:

	2005	2004
	£	£
Depreciation of owned fixed assets	1,664	340
Depreciation of assets held under finance lease agreements	<u>1,503</u>	<u>1,503</u>

3. DIRECTORS' EMOLUMENTS

The directors' aggregate emoluments in respect of qualifying services were:

	2005	2004
	£	£
Aggregate emoluments	-	-
Value of company pension contributions to money purchase schemes	<u>1,200</u>	<u>1,200</u>
	<u>1,200</u>	<u>1,200</u>

The number of directors who accrued benefits under company pension schemes was as follows:

	2005	2004
	No	No
Money purchase schemes	<u>1</u>	<u>1</u>

4. TAXATION ON ORDINARY ACTIVITIES

	2005	2004
	£	£
Current tax:		
UK Corporation tax based on the results for the year at 19% (2004 - 19%)	<u>18,224</u>	<u>20,550</u>
Total current tax	<u>18,224</u>	<u>20,550</u>

KINGCROSS LTD

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 AUGUST 2005

5. TANGIBLE FIXED ASSETS

	Leased Assets £	Fixtures, Fittings & Eqpt £	Motor Vehicles £	Computer Equipment £	Total £
COST					
At 1 September 2004	7,156	5,041	550	9,430	22,177
Additions	—	282	4,298	898	5,478
At 31 August 2005	<u>7,156</u>	<u>5,323</u>	<u>4,848</u>	<u>10,328</u>	<u>27,655</u>
DEPRECIATION					
At 1 September 2004	4,149	4,222	412	9,195	17,978
Charge for the year	1,503	165	1,272	227	3,167
At 31 August 2005	<u>5,652</u>	<u>4,387</u>	<u>1,684</u>	<u>9,422</u>	<u>21,145</u>
NET BOOK VALUE					
At 31 August 2005	<u>1,504</u>	<u>936</u>	<u>3,164</u>	<u>906</u>	<u>6,510</u>
At 31 August 2004	<u>3,007</u>	<u>819</u>	<u>138</u>	<u>235</u>	<u>4,199</u>

Finance lease agreements

Included within the net book value of £6,510 is £1,504 (2004 - £3,007) relating to assets held under finance lease agreements. The depreciation charged to the financial statements in the year in respect of such assets amounted to £1,503 (2004 - £1,503).

6. DEBTORS

	2005 £	2004 £
Trade debtors	65,000	97,500
VAT recoverable	917	—
Other debtors	—	4,400
Directors current accounts	—	71,090
Section 419 tax recoverable.	5,272	5,272
Prepayments and accrued income	—	484
	<u>71,189</u>	<u>178,746</u>

KINGCROSS LTD

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 AUGUST 2005

7. CREDITORS: Amounts falling due within one year

	2005	2004
	£	£
Bank loans and overdrafts	33,937	156,437
Other creditors including taxation and social security:		
Short term loans	20,225	163,680
S419 tax 2004	5,272	5,272
Corporation tax 2004 and 2005	38,974	20,750
PAYE and social security	4,074	1,266
VAT	—	37,372
Finance lease agreements	360	360
Other creditors	445	446
Directors current accounts	147,000	—
Pension fund loan	—	12,100
Other creditors	36,070	—
Accruals and deferred income	25,908	36,415
	<u>278,328</u>	<u>277,661</u>
	<u>312,265</u>	<u>434,098</u>

The following liabilities disclosed under creditors falling due within one year are secured by the company:

	2005	2004
	£	£
Other participating loan	<u>12,225</u>	<u>190,680</u>

See also Note 9 for details of charges over Trading Stock in the sum of £200,000.

8. CREDITORS: Amounts falling due after more than one year

	2005	2004
	£	£
Finance lease agreements	<u>—</u>	<u>360</u>

KINGCROSS LTD

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 AUGUST 2005

9. RELATED PARTY TRANSACTIONS

The company was under the control of Mr JA Gardner throughout the current and previous year. Mr Gardner is the managing director and majority shareholder.

At the start of the year the Directors' Joint Capital Account was overdrawn by £71,090. This was the highest amount outstanding during the year. On 22nd December 2004, Mr and Mrs Gardner completed the purchase of a property for £495,000, in their own names, as trustees for the company, and subdivided it into three properties. The company sold one to D Gardner, son of the directors, for £200,000, which was its market value. The other two properties were still held at the balance sheet date. The purchase was partly financed by a mortgage in Mr and Mrs Gardner's own names for £200,000, secured on the properties remaining. The company and Mr and Mrs Gardner entered an agreement confirming the acquisition and ownership, and indemnifying Mr and Mrs Gardner against any costs incurred by them in connection with the above.

10. SHARE CAPITAL

Authorised share capital:

	2005	2004
	£	£
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>

Allotted, called up and fully paid:

	2005		2004	
	No	£	No	£
Ordinary shares of £1 each	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>