

Registered number  
1649976

# K G D ENTERPRISES LTD

## Abbreviated Accounts

31 December 1999



**K G D ENTERPRISES LTD**  
**Auditors' Report**

**Auditors' report to K G D ENTERPRISES LTD**  
**under section 247B of the Companies Act 1985**

We have examined the abbreviated accounts set out on pages 2 to 5, together with the full accounts of the company for the year ended 31st December 1999 prepared under section 226 of the Companies Act 1985.

**Respective responsibilities of directors and auditors**

The directors are 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 considered necessary to confirm, by reference to the full accounts, 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 accounts.

**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 2 to 5 are properly prepared in accordance with those provisions.

*Agin-court Practice Ltd.*

Agin-court Practice Ltd  
Chartered Accountants and Registered Auditors

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Monmouth  
NP25 3DZ

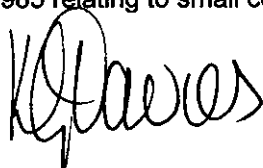
4 May 2000

**K G D ENTERPRISES LTD**  
**Abbreviated Balance Sheet**  
**as at 31 December 1999**

	Notes	1999 £	1998 £
<b>Fixed assets</b>			
Tangible assets	2	148,729	109,100
Investments	3	116	116
		<u>148,845</u>	<u>109,216</u>
<b>Current assets</b>			
Stocks		186,802	308,942
Debtors		599,290	655,437
Cash at bank and in hand		157	88
		<u>786,249</u>	<u>964,467</u>
<b>Creditors: amounts falling due within one year</b>		<u>(426,457)</u>	<u>(697,723)</u>
<b>Net current assets</b>		359,792	266,744
<b>Total assets less current liabilities</b>		<u>508,637</u>	<u>375,960</u>
<b>Creditors: amounts falling due after more than one year</b>		(70,000)	(1,871)
<b>Net assets</b>		<u>438,637</u>	<u>374,089</u>
<b>Capital and reserves</b>			
Called up share capital	5	134,550	134,550
Profit and loss account		304,087	239,539
<b>Shareholders' funds</b>		<u>438,637</u>	<u>374,089</u>

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

K G Davies  
Director



Approved by the board on 3 May 2000

**K G D ENTERPRISES LTD**  
**Notes to the Abbreviated Accounts**  
**for the year ended 31 December 1999**

**1 Accounting policies**

***Accounting convention***

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

The company and its subsidiary undertaking comprise a small group. The company has taken advantage of the exemption provided by Section 248 of the Companies Act 1985 not to prepare group accounts. The financial statements therefore present information about the company as an

***Turnover***

Turnover represents the invoiced value of goods and services supplied by the company, net of value added tax and trade discounts.

***Depreciation***

Depreciation has been provided at the following rates in order to write off the assets over their estimated useful lives.

Improvements to buildings	10 years	straight line
Plant and machinery	3-10 years	straight line
Motor vehicles	4 years	straight line

***Stock and work-in-progress***

Stock and work-in-progress is valued at the lower of cost and net realisable value after making due allowance for obsolete and slow moving stock. Costs include all direct costs and an appropriate proportion of fixed and variable overheads.

***Foreign currencies***

Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the balance sheet date. All differences are taken to the profit and loss account.

***Leasing and hire purchase commitments***

Assets held under finance leases and hire purchase contracts, which are those where substantially all the risks and rewards of ownership of the asset have passed to the company, are capitalised in the balance sheet and depreciated over their useful lives.

The interest element of the rental obligations is charged to the profit and loss account over the period of the lease and represents a constant proportion of the balance of capital repayments outstanding.

Rentals paid under operating leases are charged to income on a straight line basis over the lease term.

***Research and development***

Expenditure on research and development is written off in the year that it is incurred.

**K G D ENTERPRISES LTD**  
**Notes to the Abbreviated Accounts**  
**for the year ended 31 December 1999**

<b>2 Tangible fixed assets</b>	<b>£</b>
<b>Cost</b>	
At 1 January 1999	349,124
Additions	98,320
Disposals	(50)
	<hr/>
At 31 December 1999	447,394
<b>Depreciation</b>	
At 1 January 1999	240,024
Charge for the year	58,691
On disposals	(50)
	<hr/>
At 31 December 1999	298,665
<b>Net book value</b>	
At 31 December 1999	<hr/> 148,729
At 31 December 1998	<hr/> 109,100

<b>3 Investments</b>	<b>£</b>
<b>Cost</b>	
At 1 January 1999	116
	<hr/>
At 31 December 1999	116

The company has a beneficial interest in the whole of the issued share capital of Pikadish Catering Ltd, a company incorporated in Great Britain and registered in England and Wales number 1606727.

At 31st December 1999 the aggregate of share capital and reserves of the subsidiary undertaking amounted to £23,334 and the retained profit for the year was £10,543.

<b>4 Loans</b>	<b>1999</b>	<b>1998</b>
	<b>£</b>	<b>£</b>
Creditors include:		
Secured bank loans	<hr/> -	<hr/> 112,141

**K G D ENTERPRISES LTD**  
**Notes to the Abbreviated Accounts**  
**for the year ended 31 December 1999**

5 Share capital			1999	1998
			£	£
Authorised:				
Ordinary shares of £1 each			<u>250,000</u>	<u>250,000</u>
	1999	1998	1999	1998
	No	No	£	£
Allotted, called up and fully paid:				
Ordinary shares of £1 each	134,550	134,550	134,550	134,550

**6 Transactions with directors and related parties**

Included in work-in-progress is £43,611 (1998 £43,478) relating to the building of the offices for K G Davies a director of the company and £42,830 in respect of work for G Davies and Son a farming partnership of which K G Davies is a partner.

During the period, K G Davies, the sole director of the company used a current account with the company to record amounts due to him and drawn by him. The balance at the end of the period was £2,477 (the maximum outstanding during the period was £18,527) and is included in other creditors (1998 £18,527). Also included in other creditors is £70,000 relating to a loan from the Trustees of KGD Enterprises Limited Pension Scheme (1998 £221,993 in debtors).

Sales includes £8,800 in respect of work completed for K G Davies and £12,589 (1998 £107,216) for the Trustees of KGD Enterprises Limited Pension Scheme.

The company paid £43,800 (1998 £43,800) to K G Davies for rental of its premises during the period. These payments were made on an arms length basis under normal commercial terms.

K G Davies has provided a personal unlimited guarantee in respect of the bank overdraft.