

1776261

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K C S PRODUCTS LIMITED

DIRECTORS' REPORT and FINANCIAL STATEMENTS

for the year ended

30 APRIL 2003



Registered Office: 3 West Close,
Waresley
Sandy, Bedfordshire, SG19 3BY

Number of Company: 1776261

Date of Incorporation: 8 December 1983

K C S PRODUCTS LIMITED

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K C S PRODUCTS LIMITED

DIRECTORS REPORT

The directors present their report and the financial statements for the year ended 30 April 2003

STATEMENT OF DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare financial statements for each financial year which gives a true and fair view of the state of affairs of the company and of the profit or loss of the company for the period. In preparing those financial statements the directors are required to:

- select suitable accounting policies and 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 proper accounting records which 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 1985. 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.

PRINCIPLE ACTIVITY

The Company's principal activity during the period was the trading in and distribution of industrial chemicals.

DIRECTORS

The directors who served during the period and their beneficial interests in the ordinary share capital were:

	Ordinary Shares of £1 each	
	30/4/03	30/4/02
Dr T Searle	1	1
Mrs H Searle	1	1

The company was exempt from audit in accordance with section 249 of the Companies Act 1985.

This report, which has been prepared taking advantage of special exemptions applicable to small companies, was approved by the board on 5 January 2004 and signed on their behalf.



T Searle
Director

K C S PRODUCTS LIMITED
PROFIT AND LOSS ACCOUNT
for the year ended 30 April 2003

	<u>Note</u>	30/4/2003 £	30/4/2002 £
TURNOVER	2	339,960	276,872
COST OF SALES		(286,186)	(223,930)
GROSS PROFIT		<u>53,774</u>	<u>52,942</u>
ADMINISTRATION EXPENSES		(29,624)	(28,612)
OPERATING PROFIT		<u>24,150</u>	<u>24,330</u>
Interest Receivable and Other Similar Income		4	17
Interest Payable and Other Similar Charges	4	(12,437)	(13,926)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		<u>11,717</u>	<u>10,421</u>
Tax on profit/(loss) on ordinary activities	5	(223)	(1,008)
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		<u>11,494</u>	<u>9,413</u>
Dividends Paid and Proposed	6	(11,000)	(9,000)
RETAINED PROFIT/(LOSS)		<u>494</u>	<u>413</u>
PRIOR YEAR ADJUSTMENTS		(12)	-
RETAINED PROFIT/(LOSS) BROUGHT FORWARD		(23,503)	(23,916)
RETAINED PROFIT/(LOSS) CARRIED FORWARD TO THE BALANCE SHEET		<u>(23,021)</u>	<u>(23,503)</u>

There were no recognised gains or losses for both of these periods other than those included in the profit and loss account.

Notes on pages 4 to 6 form part of these financial statements.

K C S PRODUCTS LIMITED

BALANCE SHEET

AS AT 30 APRIL 2003

	Note	30/4/2003		30/4/2002	
		£	£	£	£
FIXED ASSETS					
Tangible Assets	7		2,504		1,940
CURRENT ASSETS					
Stock		20,838		17,089	
Debtors	8	156,015		211,627	
Cash at Bank and in Hand		30,563		379	
		<u>207,416</u>		<u>229,095</u>	
CREDITORS:					
Amounts falling due within 1 year	9	<u>(232,677)</u>		<u>(240,307)</u>	
			(25,261)		(11,212)
NET CURRENT ASSETS			<u>(22,757)</u>		<u>(9,272)</u>
CREDITORS:					
Amounts falling due after more than 1 year	10		(262)		(14,229)
NET ASSETS			<u><u>(23,019)</u></u>		<u><u>(23,501)</u></u>
CAPITAL AND RESERVES					
Called up Share Capital	12		2		2
Profit and Loss Account			(23,021)		(23,503)
SHAREHOLDERS' FUNDS	13		<u><u>(23,019)</u></u>		<u><u>(23,501)</u></u>

For the period from 1 May 2002 to 30 April 2003 the company was entitled to exemption under ss(i) section 249A of the Companies Act 1985 and no notice had been deposited under ss(ii) of section 249B of the Companies Act 1985.

The directors acknowledge their responsibilities for (i) ensuring that the company keeps proper accounting records which comply with section 221 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 period and of its profit and loss for the financial period in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to accounts, so far as applicable to the company.

The directors have taken advantage, in the preparation of these financial statements of special exemptions applicable to small companies on the grounds that the company qualifies as a small company by virtue of section 247 of the Companies Act 1985. The financial statements were approved by the board on 5 January 2004 and signed on its behalf.


T Searle - Director

Notes on pages 4 to 6 form part of these financial statements.

K C S PRODUCTS LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 30 APRIL 2003

1 ACCOUNTING POLICIES

a) Basis of preparation of financial statements.

The accounts are prepared under the historical cost convention and include the results of the company's operations which are described in the Directors' Report.

The company had taken advantage of the exemption in Financial Reporting Standards No. 1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

b) Turnover	30/4/03	30/4/02
	£	£
Sales and Work Done	323,761	256,056
Commissions	16,159	13,892
Other Income	40	6,924
	<u>339,960</u>	<u>276,872</u>

c) Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation.

Depreciation is provided at rates calculated to write off the cost of the assets, less their estimated residual value, over their expected useful lives in the following basis:

Office Equipment and Fittings	25% Reducing balance basis
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d) Leasing and hire purchase

The company had no assets subject to hire purchase or financial lease contracts.

e) Operating Leases

The company had no operating leases during the year.

f) Stocks and Work in Progress

Stocks and work in progress are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

g) Foreign Currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction. Exchange differences are taken into account in arriving at the operating figure.

h) Deferred taxation

Provision is made for taxation deferred as a result of material timing differences between the incidence of income and expenditure for taxation and accounts purposes, using the liability method, only to the extent that, in the opinion of the directors, there is a reasonable probability that a liability will crystallise in the near future.

l) Pensions

The company does not operate a pension scheme.

2 TURNOVER

In the year to 30 April 2002 31% of all the company's turnover was to markets outside the United Kingdom.

3 OPERATING PROFIT

The operating profit is stated after charging:

Depreciation of tangible assets owned by the company
Directors' Emoluments

30/4/2003	30/4/2002
£	£
835	647
-	2,880

4 INTEREST PAYABLE

Interest payable for 2001 and 2002 is interest on bank overdrafts

5 TAXATION

UK Corporation Tax

£	£
223	1,008

6 DIVIDENDS

Dividends declared during the year

£	£
11,000	9,000

7 FIXED ASSETS

COST

Opening Balance
Additions
Closing Balance

£	£
10,745	10,664
1,399	81
<u>12,144</u>	<u>10,745</u>

DEPRECIATION

Opening Balance
Charge for Year
Closing Balance

8,805	8,158
835	647
<u>9,640</u>	<u>8,805</u>

NET BOOK VALUE at 30/4/2002

1,940

NET BOOK VALUE at 30/4/2003

2,504

8 DEBTORS

DUE WITHIN ONE YEAR:

Trade Debtors
Sundry Debtors

£	£
156,015	209,801
-	1,826
<u>156,015</u>	<u>211,627</u>

30/4/2003 30/4/2002

9 CREDITORS

FALLING DUE WITHIN ONE YEAR

	£	£
Bank Overdraft (Secured)	178,362	143,946
Trade Creditors	48,482	93,583
Other Creditors	4,961	1,770
Corporation Tax	223	1,008
Social Security and Other Taxes	649	-
	<u>232,677</u>	<u>240,307</u>

10 CREDITORS

FALLING DUE AFTER MORE THAN ONE YEAR

	£	£
Director's Loans	262	14,229

11 DEFERRED TAXATION

No provision for deferred taxation is made.

There is no additional potential liability for deferred taxation not provided for arising from accelerated capital allowances.

12 CAPITAL

	£	£
Authorised £1 Ordinary Shares	100	100
Issued Fully paid up £1 Ordinary Shares	2	2

13 MOVEMENT ON SHAREHOLDERS' FUNDS

	£	£
Profit/(Loss) for the year	11,494	9,413
Less Dividends	(11,000)	(9,000)
Prior Year Adjustments	(12)	-
	<u>482</u>	<u>413</u>
Opening Shareholders' Funds	(23,501)	(23,914)
	<u>(23,019)</u>	<u>(23,501)</u>

14 CONTINGENT LIABILITIES

£	£
Nil	Nil

15 CAPITAL COMMITMENTS

£	£
Nil	Nil