
"K" LINE LOGISTICS (UK) LIMITED

ABBREVIATED ACCOUNTS

**FOR THE YEAR ENDED
31 DECEMBER 2007**

THURSDAY



A41 *A62GMYK2* 184
03/04/2008
COMPANIES HOUSE

"K" LINE LOGISTICS (UK) LIMITED

**INDEPENDENT AUDITORS' REPORT TO "K" LINE LOGISTICS (UK) LIMITED
UNDER SECTION 247B OF THE COMPANIES ACT 1985**

We have examined the abbreviated accounts of "K" Line Logistics (UK) Limited for the year ended 31 December 2007 set out on pages 2 to 6, together with the financial statements of the company for the year ended 31 December 2007 prepared under section 226 of the Companies Act 1985

This report is made solely to the company in accordance with section 247B of the Companies Act 1985. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special Auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company, for our work, for this report, or for the opinions we have formed.

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 abbreviated accounts have been properly prepared in accordance with those provisions and to report our opinion to you.

BASIS OF OPINION

We conducted our work in accordance with Bulletin 2006/3 'The special Auditors' report on abbreviated accounts in the United Kingdom' issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared.

OPINION

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

Barnes Roffe LLP

BARNES ROFFE LLP
Chartered Accountants
Registered Auditors
Leytonstone House
Leytonstone
London E11 1HR

1/4/08

"K" LINE LOGISTICS (UK) LIMITED

**ABBREVIATED BALANCE SHEET
AS AT 31 DECEMBER 2007**

	Note	£	2007	£	£	2006	£
FIXED ASSETS							
Tangible assets	2			119,781			149,017
CURRENT ASSETS							
Debtors			788,981			815,527	
Cash at bank			263,627			259,066	
			<u>1,052,608</u>			<u>1,074,593</u>	
CREDITORS: amounts falling due within one year	3		<u>(646,871)</u>			<u>(762,537)</u>	
NET CURRENT ASSETS				405,737			312,056
TOTAL ASSETS LESS CURRENT LIABILITIES				525,518			461,073
CREDITORS: amounts falling due after more than one year				<u>(1,683)</u>			<u>-</u>
NET ASSETS				<u>£ 523,835</u>			<u>£ 461,073</u>
CAPITAL AND RESERVES							
Called up share capital	4			200,000			200,000
Profit and loss account				323,835			261,073
SHAREHOLDERS' FUNDS				<u>£ 523,835</u>			<u>£ 461,073</u>

The abbreviated accounts, which have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies, were approved and authorised for issue by the board and were signed on its behalf on *26. MAR. 2008*


Y Takahashi
Director

The notes on pages 3 to 6 form part of these financial statements

"K" LINE LOGISTICS (UK) LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2007

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007)

1.2 Turnover

Turnover comprises revenue recognised by the company in respect of goods and services supplied, exclusive of value added tax

1.3 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 fixed assets, less their estimated residual value, over their expected useful lives on the following annual bases

Short leasehold improvements	-	Over the life of the lease
Plant and machinery	-	15% reducing balance
Fixtures and fittings	-	15% reducing balance
Computer software	-	33% straight line

1.4 Leasing and hire purchase

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired by finance lease are depreciated over the shorter of the lease term and their useful lives. Assets acquired by hire purchase are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

1.5 Operating leases

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

Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight line basis over the period until the date the rent is expected to be adjusted to the prevailing market rate.

"K" LINE LOGISTICS (UK) LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2007**

1. ACCOUNTING POLICIES (continued)

1.6 Deferred taxation

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation

A net deferred tax asset is recognised only if it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted

Deferred tax assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse

Deferred tax assets and liabilities are not discounted

1.7 Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at 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 gains and losses are recognised in the profit and loss account

1.8 Pensions

The company contributes to personal pension schemes. Pension charge represents the amounts payable by the company to the schemes which are held separately from those of the company in independently managed funds. At the balance sheet date there were no outstanding contributions (2006 - £Nil)

"K" LINE LOGISTICS (UK) LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2007**

2. TANGIBLE FIXED ASSETS

	£
Cost	
At 1 January 2007	337,445
Additions	20,730
Disposals	(38,921)
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At 31 December 2007	319,254
Depreciation	
At 1 January 2007	188,428
Charge for the year	49,966
On disposals	(38,921)
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At 31 December 2007	199,473
Net book value	
At 31 December 2007	£ 119,781
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At 31 December 2006	£ 149,017
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3. CREDITORS:

Amounts falling due within one year

Included within trade creditors is an amount of £48,839 (2006 - £56,974) in respect of duty deferment. The Mizuho Corporate Bank Limited has provided a guarantee against this amount.

The finance lease and hire purchase obligations of £2,645 (2006 - £13,902) are secured over the assets to which they relate.

The company's parent undertaking has provided a guarantee for the bank borrowings and the duty deferment creditor for the next twelve months.

4. SHARE CAPITAL

	2007 £	2006 £
Authorised		
800,000 Ordinary shares of £1 each	£ 800,000	£ 800,000
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Allotted, called up and fully paid		
200,000 Ordinary shares of £1 each	£ 200,000	£ 200,000
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"K" LINE LOGISTICS (UK) LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2007**

5. ULTIMATE PARENT UNDERTAKING AND CONTROLLING PARTY

The ultimate parent company and controlling entity is Kawasaki Kisen Kaisha, a company incorporated in Japan. Copies of the financial statements of Kawasaki Kisen Kaisha can be obtained from Hibiya Central Building, 2-9 Nishi-Shinbashi 1-Chrome, Minato-ku, Tokyo 105, Japan.