

REGISTERED NUMBER: 2349548 (England and Wales)

Abbreviated Financial Statements for the Year Ended 31 December 1998

for

Klyne & Klyne Limited



Klyne & Klyne Limited

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for the Year Ended 31 December 1998

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Klyne & Klyne Limited
Company Information
for the Year Ended 31 December 1998

DIRECTORS: Z Klyne
Mrs R Klyne

SECRETARY: Mrs S Farmer

REGISTERED OFFICE: Reedham House
31 King Street West
Manchester
M3 2PJ

REGISTERED NUMBER: 2349548 (England and Wales)

AUDITORS: Freedman Frankl & Taylor
Registered Auditors
Chartered Accountants
Reedham House
31 King Street West
Manchester
M3 2PJ

Klyne & Klyne Limited

Report of the Auditors to
Klyne & Klyne Limited

Under Section 247B of the Companies Act 1985

We have examined the abbreviated financial statements on pages three to six, together with the full financial statements of the company for the year ended 31 December 1998 prepared under Section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

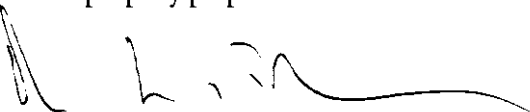
The directors are responsible for preparing the abbreviated financial statements in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated financial statements prepared in accordance with Sections 246(5) and (6) of the Act to the Registrar of Companies and whether the financial statements 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 consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated financial statements and that the abbreviated financial statements 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 financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated financial statements prepared in accordance with Sections 246(5) and (6) of the Companies Act 1985, and the abbreviated financial statements on pages three to six are properly prepared in accordance with those provisions.



Freedman Frankl & Taylor
Registered Auditors
Chartered Accountants
Reedham House
31 King Street West
Manchester
M3 2PJ

Dated: 28/7/99

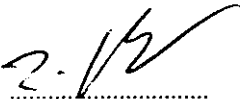
Klyne & Klyne Limited

Abbreviated Balance Sheet
31 December 1998

		1998		1997	
	Notes	£	£	£	£
FIXED ASSETS:					
Tangible assets	2		169,211		168,517
Investments	3		10,211		-
			<u>179,422</u>		<u>168,517</u>
CURRENT ASSETS:					
Stocks		326,893		283,762	
Debtors		298,121		268,071	
Cash at bank and in hand		1,512		119	
		<u>626,526</u>		<u>551,952</u>	
CREDITORS: Amounts falling due within one year	4	629,798		493,512	
NET CURRENT (LIABILITIES)/ASSETS:			<u>(3,272)</u>		<u>58,440</u>
TOTAL ASSETS LESS CURRENT LIABILITIES:			176,150		226,957
CREDITORS: Amounts falling due after more than one year	4		(15,553)		(43,113)
PROVISIONS FOR LIABILITIES AND CHARGES:			<u>(4,230)</u>		<u>(4,063)</u>
			<u>£156,367</u>		<u>£179,781</u>
CAPITAL AND RESERVES:					
Called up share capital	5		100		100
Profit and loss account			156,267		179,681
Shareholders' funds			<u>£156,367</u>		<u>£179,781</u>

These abbreviated financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

ON BEHALF OF THE BOARD:



Z Klyne - DIRECTOR

Approved by the Board on 22/7/99

The notes form part of these financial statements

Klyne & Klyne Limited

Notes to the Abbreviated Financial Statements
for the Year Ended 31 December 1998

1. ACCOUNTING POLICIES

Accounting convention

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

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Improvements to property	- 15% on cost
Fixtures and fittings	- 15% on reducing balance
Motor vehicles	- 25% on reducing balance
Computer equipment	- 25% on cost

Stocks

Stock is valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Deferred taxation

Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the directors, there is reasonable probability that the liability will not arise in the foreseeable future.

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 of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Hire purchase and leasing commitments

Assets held under finance leases and hire purchase contracts are capitalised and depreciated over their useful lives. The finance charges are allocated over the primary period of the lease in proportion to the capital element outstanding.

Amounts payable under operating leases are charged to the profit and loss account in the period in which they are incurred.

Pensions

The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account.

Klyne & Klyne Limited

Notes to the Abbreviated Financial Statements
for the Year Ended 31 December 1998

2. TANGIBLE FIXED ASSETS

	<u>Total</u>
	£
COST:	
At 1 January 1998	205,196
Additions	41,703
Disposals	(2,181)
	<u>244,718</u>
At 31 December 1998	<u>244,718</u>
DEPRECIATION:	
At 1 January 1998	36,679
Charge for year	38,828
	<u>75,507</u>
At 31 December 1998	<u>75,507</u>
NET BOOK VALUE:	
At 31 December 1998	<u>169,211</u>
At 31 December 1997	<u>168,517</u>

3. FIXED ASSET INVESTMENTS

	£
COST OR VALUATION:	
Additions	10,211
	<u>10,211</u>
At 31 December 1998	<u>10,211</u>
NET BOOK VALUE:	
At 31 December 1998	<u>10,211</u>

4. CREDITORS

The following secured debts are included within creditors:

	1998	1997
	£	£
Bank overdrafts	<u>156,314</u>	<u>144,776</u>

Klyne & Klyne Limited

Notes to the Abbreviated Financial Statements
for the Year Ended 31 December 1998

5. CALLED UP SHARE CAPITAL

Authorised:		Nominal value:	1998	1997
Number:	Class:		£	£
1,000	Ordinary	£1	<u>1,000</u>	<u>1,000</u>

Allotted, issued and fully paid:		Nominal value:	1998	1997
Number:	Class:		£	£
100	Ordinary	£1	<u>100</u>	<u>100</u>

6. TRANSACTIONS WITH DIRECTORS

During the year the company sold goods to the value of £4,952 (1997 £30,117) to Brooklyn Trading Limited, a company in which Mrs R Klyne is a director and shareholder. The amount due from Brooklyn Trading Limited as at 31 December 1998 was £51,068.

During the year the company made a charitable donation of £15,994 (1997 £6,494) to B K Charitable Trust, a charity in which Z Klyne and Mrs R Klyne are trustees.

The overdraft facility is secured by the personal guarantees given by the director Z Klyne.

During the year, the company paid rent amounting to £55,000 (1997 £38,958) to Klyne & Klyne Pension Scheme. At 31 December 1998, a loan of £55,000 was due to the Pension Scheme. Interest of £5,624 was paid by the company during the year. Z Klyne and Mrs R Klyne, directors and shareholders of Klyne & Klyne Limited, are both trustees and beneficiaries of this scheme.

During the year, the company purchased computer equipment and services amounting to £8,975 from Electra Communications Limited, a company in which Mrs R Klyne is a director. At 31 December 1998, £10,969 was due from Electra Communications Limited.