

REGISTRAR OF COMPANIES

ABK PROPERTY SOUTH WALES LLP

REPORT AND UNAUDITED ACCOUNTS

FOR THE YEAR ENDED 31 MAY 2011



Registration Number* OC307727

ABK PROPERTY SOUTH WALES LLP

Members

K N Gibson
B C Lakin
Sigma 3 (Kitchens) Limited

Registered office

Llantrisant Business Park
Llantrisant
Rhondda Cynon Taff
CF72 8LF

Bankers

Barclays Bank PLC
Corporate Banking Centre
P O Box 1015
3rd floor
Windsor Court
Cardiff
CF10 3ZL

Accountants

Broomfield & Alexander Limited
Chartered Accountants
Ty Drew
Lime Tree Court
Cardiff Gate Business Park
Cardiff
CF23 8AB

ABK PROPERTY SOUTH WALES LLP

REPORT AND ACCOUNTS **For the year ended 31 May 2011**

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ABK PROPERTY SOUTH WALES LLP

REPORT OF THE MEMBERS

For the year ended 31 May 2011

The members present their report and accounts of the ABK Property South Wales LLP ("LLP") for the year ended 31 May 2011

PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

The principal activity of the LLP during the year was that of property refurbishment, general builders and property investment

RESULTS

The trading results for the year, and the LLP's financial position at the end of the year, are shown in the attached accounts

THE DESIGNATED MEMBERS

The designated members (as defined in the Limited Liability Partnerships Act 2000) who served during the period were as follows

K N Gibson
B C Lakin
Sigma 3 (Kitchens) Limited

POLICY REGARDING MEMBERS' DRAWINGS AND THE SUBSCRIPTION AND REPAYMENT OF MEMBERS' CAPITAL

Members are remunerated only out of the profits of the LLP. Allocation of profits is made by the designated members having regard to the capital contributed by members and the members' contributions and responsibilities, subject to the cash requirements of the business.

The designated members' set the levels of drawings and any interim profit allocations. The final allocation and distribution of profits to individual members is made once the annual accounts are approved.

Capital is subscribed and repaid as required and agreed by the designated members.

MEMBERS' RESPONSIBILITIES

The members are responsible for preparing the Members' Report and the financial statements in accordance with applicable law and regulations.

Legislation applicable to limited liability partnerships requires the members to prepare financial statements for each financial year. Under that law the members have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law).

The financial statements are required by law to give a true and fair view of the state of affairs of the LLP and of the profit or loss of the LLP for that period. In preparing those financial statements, the members are required to

- select suitable accounting policies and then 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 LLP will continue in business.

ABK PROPERTY SOUTH WALES LLP

REPORT OF THE MEMBERS

For the year ended 31 May 2011

MEMBERS' RESPONSIBILITIES (continued)

The members are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the LLP and enable them to ensure that the financial statements comply with the Companies Act 2006 as modified by the Limited Liability Partnerships Regulations 2008. The members are also responsible for safeguarding the assets of the LLP and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by the members and signed on their behalf by



B C Lakin
Designated Member

Dated 21/6/12

ABK PROPERTY SOUTH WALES LLP

PROFIT AND LOSS ACCOUNT

For the year ended 31 May 2011

	Note	2011 £	2010 £
TURNOVER		113,721	194,548
Cost of sales		(124,345)	(161,778)
GROSS PROFIT		(10,624)	32,770
Administrative expenses		(21,348)	(19,248)
OPERATING (LOSS) / PROFIT	2	(31,972)	13,522
Interest payable		-	-
(LOSS) / PROFIT FOR THE FINANCIAL PERIOD BEFORE MEMBERS' REMUNERATION AND PROFIT SHARES AND AVAILABLE FOR DIVISION AMONG MEMBERS		(31,972)	13,522

No members were entitled to non-discretionary amounts in respect of participation rights in the profits of the LLP

The LLP has no recognised gains or losses other than the profit or loss for the above financial year

The notes on pages 6 to 9 form part of these accounts

ABK PROPERTY SOUTH WALES LLP

BALANCE SHEET

As at 31 May 2011

	Note	2011 £	2010 £
FIXED ASSETS			
Investments	4	100,000	100,000
Tangible assets	5	3,979	5,238
		<u>103,979</u>	<u>105,238</u>
CURRENT ASSETS			
Stock and work in progress		387,000	431,976
Debtors	6	66,836	49,342
Cash at bank		-	-
		<u>453,836</u>	<u>481,318</u>
CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	7	<u>(24,533)</u>	<u>(23,077)</u>
NET CURRENT ASSETS		<u>429,303</u>	<u>458,241</u>
TOTAL ASSETS ATTRIBUTABLE TO MEMBERS		<u>533,282</u>	<u>563,479</u>
REPRESENTED BY:			
LOANS AND OTHER DEBTS DUE TO MEMBERS WITHIN ONE YEAR			
Members' capital classified as a liability under FRS 25		565,254	549,957
EQUITY			
Members' other interests - Other reserves classified as equity under FRS 25		(31,972)	13,522
MEMBERS OTHER INTERESTS	8	<u>533,282</u>	<u>563,479</u>
TOTAL MEMBERS INTERESTS			
Loans and other debts to members		565,254	549,957
Members' other interests		(31,972)	13,522
Amounts due from members (included in Debtors)		(65,892)	(47,380)
TOTAL MEMBERS INTERESTS	8	<u>467,390</u>	<u>516,099</u>

The members are satisfied that the LLP is entitled to exemption from the provisions of the Companies Act 2006 as modified by the Limited Liability Partnerships Regulations 2008 (the Act) relating to the audit of the financial statements for the period by virtue of section 477

The members acknowledge their responsibilities for

- (i) ensuring that the LLP keeps adequate accounting records which comply with section 386 of the Companies Act 2006 as modified by the Limited Liability Partnerships Regulations 2008, and
- (ii) preparing financial statements which give a true and fair view of the state of affairs of the LLP as at the end of the financial period and of its profit or loss for the financial period in accordance with the requirements of section 394 and 395, and which otherwise comply with the requirements of the Companies Act 2006 as modified by the Limited Liability Partnerships Regulations 2008 relating to financial statements, so far as applicable to the LLP

ABK PROPERTY SOUTH WALES LLP**BALANCE SHEET****As at 31 May 2011**

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 as modified by the Limited Liability Partnerships Regulations 2008 relating to small LLPs

These financial statements were approved by the members and authorised for issue on 21/6/12, and are signed on behalf of the Members by



B C Lakin
Designated Member

Approved

LLP Registration number OC307727

The notes on pages 6 to 9 form part of these accounts.

ABK PROPERTY SOUTH WALES LLP

NOTES TO THE ACCOUNTS

For the year ended 31 May 2011

1. ACCOUNTING POLICIES

Basis of Accounting

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of financial instruments, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008), and the requirements of the Statement of Recommended Practice 'Accounting by Limited Liability Partnerships' issued in March 2006 (SORP 2006) and revised in 2010 and the Companies Act 2006

Turnover

Turnover represents income arising from the sales of properties, contracting and the rental of properties. Income from the sale of properties is recognised on exchange of a binding contract, income from contracting is recognised as contract activity progresses and income from the rental of property is recognised over the period the rental relates to

Depreciation

Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost of an asset, less its estimated residual value, evenly over its expected useful economic life as follows

Motor vehicles	20% on cost
Tools & equipment	25% on cost

Investment property

The members consider that the freehold property is an investment property as defined in SSAP 19. Investment properties are re-valued annually and the aggregate surplus or deficit is transferred to a revaluation reserve. No depreciation is provided in respect of investment properties. This constitutes a departure from statutory rules requiring fixed assets to be depreciated over their useful economic lives and is necessary to enable the accounts to give a true and fair view. Depreciation is one of the many factors reflected in the annual valuation and the amount which might otherwise have been shown cannot be separately identified or quantified.

Taxation

The taxation payable on profits is the personal liability of the individual members and consequently is not dealt with in these accounts.

Finance and operating leases

Assets held under finance leases and hire purchase contracts are capitalised at the estimated fair value at date of inception of each lease or contract. The assets are depreciated over their expected useful lives. The finance charges are allocated over the primary period of the lease in proportion to the capital element outstanding.

Rentals payable under operating leases are charged to the profit and loss account as incurred.

Allocation of profits and drawings

During the period the designated members set the level of interim profit allocations and members drawings after considering the LLP's working capital requirements. To the extent that interim profits allocations exceed drawings then the excess profit is included in the balance sheet under Loans and other debts due to members. Should drawings exceed allocated profits then the excess is included in Debtors. The final allocation and distribution of profits to individual members is made once the annual accounts are approved. Unallocated profits are included in Other reserves within Members' other interests.

Stocks and work in progress

Stocks and work in progress are stated at the lower of cost and net realisable value after attributing a proportion of fixed and variable overheads. Included within stocks and work in progress are properties held with a view to resell after refurbishment works have been carried out. If a time comes when a property is considered to be held for the long term then that property is transferred from stocks and work in progress to fixed asset investments.

ABK PROPERTY SOUTH WALES LLP

NOTES TO THE ACCOUNTS

For the year ended 31 May 2011

1. ACCOUNTING POLICIES (cont)

Cash Flow Statement

The LLP has taken advantage of the exemption provided by Financial Reporting Standard 1 and has not prepared a cash flow statement for the period due to its size

2. OPERATING PROFIT	2011 £	2010 £
The operating profit is stated after charging		
Depreciation	1,259	1,498
(Profit) / loss on disposal of fixed assets	-	-

3. MEMBERS' PROFITS SHARES

The basis on which profits are shared among the members is set out in note 1

The average monthly number of members during the period was 4

The average profit per member is calculated by dividing the profit for the financial period before members' remuneration and profit shares by the average number of members

	2011 £	2010 £
Average (loss) / profit per member	(10,657)	4,507

4. INVESTMENTS	Property £
Cost at 1 June 2010 & 31 May 2011	100,000
Depreciation	
At 1 June 2010	-
Charge for the year	-
At 31 May 2011	-
Net book value	
At 1 June 2010 & 31 May 2011	100,000

Investment property has been included at current market valuation which at 31 May 2011 does not differ from its cost in the opinion of the members

ABK PROPERTY SOUTH WALES LLP

NOTES TO THE ACCOUNTS For the year ended 31 May 2011

5. TANGIBLE FIXED ASSETS

	Tools and equipment £	Motor vehicles £	Total £
Cost			
At 1 June 2010	5,544	12,266	17,810
Additions in the year	-	-	-
Disposals in the year	-	-	-
	<u>5,544</u>	<u>12,266</u>	<u>17,810</u>
At 31 May 2011	5,544	12,266	17,810
Depreciation			
At 1 June 2010	5,255	7,317	12,572
Charge for the year	139	1,120	1,259
Eliminated on disposals	-	-	-
	<u>5,394</u>	<u>8,437</u>	<u>13,831</u>
At 31 May 2011	5,394	8,437	13,831
Net book value			
At 31 May 2011	<u>150</u>	<u>3,829</u>	<u>3,979</u>
At 31 May 2010	<u>289</u>	<u>4,949</u>	<u>5,238</u>

6. DEBTORS

	2011 £	2010 £
Trade debtors	-	737
Other debtors	944	1,225
Amounts due from members	65,892	47,380
	<u>66,836</u>	<u>49,342</u>

7. CREDITORS

	2011 £	2010 £
Amounts falling due within one year		
Bank overdraft	11,282	8,265
Trade creditors	3,000	8,008
Other creditors	10,251	6,804
	<u>24,533</u>	<u>23,077</u>

ABK PROPERTY SOUTH WALES LLP

NOTES TO THE ACCOUNTS For the year ended 31 May 2011

8. MEMBERS' INTERESTS	Other reserves	Loans and other debts due to/(from) members	Total
	£	£	£
Members' interests at 1 June 2010	13,522	502,577	516,099
(Loss) / Profit for the financial year available for discretionary division among members	(31,972)	-	(31,972)
Members' interests after profit for the year	(18,450)	502,577	484,127
Other divisions of profits	(13,522)	13,522	-
Introduced by members		18,021	18,021
Drawings		(34,758)	(34,758)
Amounts due to members		565,254	
Amounts due from members		(65,892)	
Members' interests at 31 May 2011	<u>(31,972)</u>	<u>499,362</u>	<u>467,390</u>

9. TRANSACTIONS WITH MEMBERS

B C Lakin, a member of the LLP, is a director and shareholder of Sigma 3 (Kitchens) Limited. Sigma 3 (Kitchens) Limited also is a member of the LLP.

During the period Sigma 3 (Kitchens) Limited provided management services to the LLP of £1,540 (2010 £3,465). The LLP provided services totalling £51,856 (2010 £4,787) to Sigma 3 (Kitchens) Limited.

10. LOANS AND OTHER DEBTS DUE TO MEMBERS

In the event of a winding up "loans and other debts due to members" would rank below other creditors who are unsecured.

ABK Property South Wales LLP

Chartered Accountants' Report to the Members

On the Unaudited Financial Statements of ABK Property South Wales ("the LLP")

In order to assist you to fulfil your duties under the Companies Act 2006 (as applied by The Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008), we have prepared for your approval the financial statements of ABK Property South Wales LLP for the year ended 31 May 2011 set out on pages 3-9 from the limited liability partnership's accounting records and from information and explanations you have given us

As a practising member firm of the Institute of Chartered Accountants in England and Wales, we are subject to its ethical and other professional requirements which are detailed at icaew.com/membershandbook

This report is made solely to the limited liability partnership's members of ABK Property South Wales LLP, as a body, in accordance with the terms of our engagement letter dated 20 June 2012

Our work has been undertaken solely to prepare for your approval the financial statements of ABK Property South Wales LLP and state those matters that we have agreed to state to the limited liability partnership's members of ABK Property South Wales LLP, as a body, in this report in accordance with AAF 2/10 as detailed at icaew.com/compilation. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than ABK Property South Wales LLP and its members as a body, for our work or for this report

It is your duty to ensure that ABK Property South Wales LLP has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit of ABK Property South Wales LLP. You consider that ABK Property South Wales LLP is exempt from the statutory audit requirement for the year

We have not been instructed to carry out an audit or a review of the financial statements of ABK Property South Wales LLP. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements

Broomfield & Alexander Limited

Broomfield & Alexander Limited

Chartered Accountants

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CF23 8AB

20 JUNE 2012