

Company Registration No. SC129566 (Scotland)

Kennedys Fine Chocolates Limited

Abbreviated Accounts

For The Year Ended 31 May 2006



KENNEDYS FINE CHOCOLATES LIMITED

ABBREVIATED BALANCE SHEET AS AT 31 MAY 2006

	Notes	2006 £	£	2005 £	£
Fixed assets					
Intangible assets	2			10,045	
Tangible assets	2	252,267		272,650	
		<u>252,267</u>		<u>282,695</u>	
Current assets					
Stocks		23,297		30,490	
Debtors		10,574		7,495	
Cash at bank and in hand		38,844		21,666	
		<u>72,715</u>		<u>59,651</u>	
Creditors' amounts falling due within one year	3	<u>(69,959)</u>		<u>(68,165)</u>	
Net current assets/(liabilities)		<u>2,756</u>		<u>(8,514)</u>	
Total assets less current liabilities		<u>255,023</u>		<u>274,181</u>	
Creditors' amounts falling due after more than one year	4	(125,575)		(159,833)	
Provisions for liabilities		(11,378)		(12,389)	
Accruals and deferred income		<u>(5,779)</u>		<u>(6,929)</u>	
		<u>112,291</u>		<u>95,030</u>	
Capital and reserves					
Called up share capital	5	7,650		7,650	
Profit and loss account		104,641		87,380	
Shareholders' funds		<u>112,291</u>		<u>95,030</u>	

KENNEDYS FINE CHOCOLATES LIMITED

ABBREVIATED BALANCE SHEET (CONTINUED) AS AT 31 MAY 2006

In preparing these abbreviated accounts

- (a) The directors are of the opinion that the company is entitled to the exemption from audit conferred by Section 249A(1) of the Companies Act 1985,
- (b) No notice has been deposited under Section 249B(2) of the Companies Act 1985, and
- (c) The directors acknowledge their responsibilities for
 - (i) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, 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 year and of its profit or loss for the financial year in accordance with the requirements of Section 226, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company

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

Approved by the Board for issue on *30th November 2006*



D N Kennedy
Director

KENNEDYS FINE CHOCOLATES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 MAY 2006

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005)

1.2 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts, which was earned wholly in the United Kingdom

1.3 Goodwill

Acquired goodwill is written off in equal annual instalments over its estimated useful economic life which the directors estimate to be five years

1.4 Tangible fixed assets and depreciation

Tangible fixed assets other than freehold land are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows

Freehold property and improvements	2.5% reducing balance
Equipment	15% reducing balance
Shopfitting and counters	10% reducing balance
Motor vehicles	25% reducing balance

1.5 Stock

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

1.6 Pensions

The company operates a defined contribution scheme for the benefit of its employees. Contributions payable are charged to the profit and loss account in the year they are payable.

1.7 Deferred taxation

Deferred tax is provided in full on timing differences which result in an obligation at the balance sheet date to pay more tax, or right to pay less tax, at a future date, at rates expected to apply when they crystallise based on current tax rates and law. Timing differences arise from inclusion of items of income and expenditure in taxation computations in periods different from those in which they are included in the financial statements. Deferred tax assets are recognised to the extent that it is regarded as more likely than not they will be recovered. Deferred tax assets and liabilities are not discounted.

1.8 Government grants

Grants are credited to deferred revenue. Grants towards capital expenditure are released to the profit and loss account over the expected useful life of the assets. Grants towards revenue expenditure are released to the profit and loss account as the related expenditure is incurred.

1.9 Prior Year Adjustment

In previous years equity dividends paid were recorded in the profit and loss account. This policy has been changed and equity dividends paid are dealt with as a movement on retained profits.

The previous year's figures have been amended to reflect this change in accounting policy.

KENNEDYS FINE CHOCOLATES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 MAY 2006

2 Fixed assets

	Intangible assets £	Tangible assets £	Total £
Cost			
At 1 June 2005	14,700	415,691	430,391
Additions		7,208	7,208
Disposals	(14,700)	(7,376)	(22,076)
At 31 May 2006		415,523	415,523
Depreciation			
At 1 June 2005	4,655	143,041	147,696
On disposals	(4,655)	(3,534)	(8,189)
Charge for the year		23,749	23,749
At 31 May 2006		163,256	163,256
Net book value			
At 31 May 2006		252,267	252,267
At 31 May 2005	10,045	272,650	282,695

3 Creditors amounts falling due within one year

The aggregate amount of creditors for which security has been given amounted to £18,750 (2005 £23,204)

4 Creditors amounts falling due after more than one year

The aggregate amount of creditors for which security has been given amounted to £35,502 (2005 £53,996)

5 Share capital

	2006 £	2005 £
Authorised		
100,000 Ordinary shares of £1 each	100,000	100,000
Allotted, called up and fully paid		
7,650 Ordinary shares of £1 each	7,650	7,650

KENNEDYS FINE CHOCOLATES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 MAY 2006

6 Transactions with directors

D N Kennedy operates a current account with the company. During the year £16,176 (2005 £15,000) was advanced to, and £30,234 (2005 £23,951) was repaid by the company. At the balance sheet date £45,242 (2005 £59,300) included within other creditors. The current account is unsecured, interest free and has no fixed terms of repayment.

A M Kennedy operates a current account with the company. During the year £15,000 (2005 £15,000) was advanced to, and £16,706 (2005 £13,098) was repaid by the company. At the balance sheet date £43,391 (2005 £45,097) is included within other creditors. The current account is unsecured, interest free and has no fixed terms of repayment.