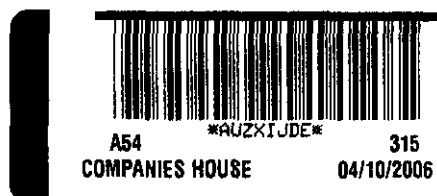


**REGISTERED NUMBER: 3091739 (England and Wales)**

**ABBREVIATED UNAUDITED ACCOUNTS  
FOR THE YEAR ENDED 31 DECEMBER 2005  
FOR  
KAY INITIATIVES LIMITED**



**KAY INITIATIVES LIMITED**

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FOR THE YEAR ENDED 31 DECEMBER 2005**

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**KAY INITIATIVES LIMITED**  
**COMPANY INFORMATION**  
**FOR THE YEAR ENDED 31 DECEMBER 2005**

**DIRECTOR:** M B Kay

**SECRETARY:** Mrs A M Kay

**REGISTERED OFFICE:** Bay Rose House  
The Bays  
Cheddar  
Somerset  
BS27 3QN

**REGISTERED NUMBER:** 3091739 (England and Wales)

**ACCOUNTANTS:** T P Lewis & Partners  
Chartered Accountants  
Bath Street  
Cheddar  
Somerset  
BS27 3AA

**KAY INITIATIVES LIMITED**  
**ABBREVIATED BALANCE SHEET**  
**31 DECEMBER 2005**

	Notes	2005 £	2004 £
<b>FIXED ASSETS</b>			
Tangible assets	2	8,693	5,174
<b>CURRENT ASSETS</b>			
Stocks		273	-
Debtors		3,166	727
Cash at bank		5,343	2,388
		<u>8,782</u>	<u>3,115</u>
<b>CREDITORS</b>			
Amounts falling due within one year		<u>8,523</u>	<u>3,128</u>
<b>NET CURRENT ASSETS/(LIABILITIES)</b>		<u>259</u>	<u>(13)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>8,952</u>	<u>5,161</u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	3	8	8
Profit and loss account		8,944	5,153
<b>SHAREHOLDERS' FUNDS</b>		<u>8,952</u>	<u>5,161</u>

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 31 December 2005.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2005 in accordance with Section 249B(2) of the Companies Act 1985.

The director acknowledges his responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

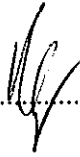
**KAY INITIATIVES LIMITED**

**ABBREVIATED BALANCE SHEET - continued**  
**31 DECEMBER 2005**

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective January 2005).

The financial statements were approved by the director on 29<sup>th</sup> September '06 and were signed by:

.....  
M B Kay - Director



The notes form part of these abbreviated accounts

# KAY INITIATIVES LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2005

### 1. ACCOUNTING POLICIES

#### Accounting convention

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

#### Turnover

Turnover represents net invoiced services, 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.

Short leasehold	- Straight line over 3 years
Slot car track	- 33% on cost
Plant and machinery	- 15% on reducing balance
Fixtures and fittings	- 15% on reducing balance
Slot car centre fixtures and fittings	- 15% on reducing balance

#### Stocks

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

#### Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

#### Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease.

### 2. TANGIBLE FIXED ASSETS

	Total £
<b>COST</b>	
At 1 January 2005	13,005
Additions	5,995
	<hr/>
At 31 December 2005	19,000
	<hr/>
<b>DEPRECIATION</b>	
At 1 January 2005	7,831
Charge for year	2,476
	<hr/>
At 31 December 2005	10,307
	<hr/>
<b>NET BOOK VALUE</b>	
At 31 December 2005	8,693
	<hr/>
At 31 December 2004	5,174
	<hr/>

# KAY INITIATIVES LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS - continued FOR THE YEAR ENDED 31 DECEMBER 2005

### 3. CALLED UP SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal	2005	2004
		value:	£	£
1,000	Ordinary	£1	1,000	1,000
			<u>          </u>	<u>          </u>

Allotted, issued and fully paid:				
Number:	Class:	Nominal	2005	2004
		value:	£	£
8	Ordinary	£1	8	8
			<u>          </u>	<u>          </u>

### 4. TRANSACTIONS WITH DIRECTOR

Loans from directors subsisted during the year ended 31 December 2005:-

	£
Amounts advanced to the company	10,202
Amounts repaid by the company	6,112
Balance at the year end	<u>5,784</u>

### 5. ULTIMATE CONTROL

The company was controlled by M B Kay, the managing director who owned 50% of the issued share capital.