

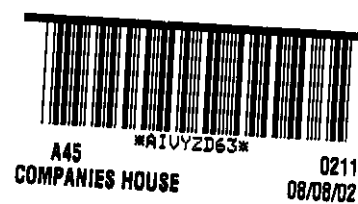
REGISTERED NUMBER: 735607

[Faint, illegible text, possibly a stamp or watermark]

KITE CONTRACT CLEANING LIMITED

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER 2001**

**Bland Baker,
Chartered Accountants,
21 Lodge Lane,
Grays,
Essex,
RM17 5RY.**



KITE CONTRACT CLEANING LIMITED

**INDEX TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2001**

	Page
Company Information	1
Report of the Director	2
Profit and Loss Account	3
Balance Sheet	4 - 5
Notes to the Financial Statements	6 - 10
Trading and Profit and Loss Account	11 - 12

KITE CONTRACT CLEANING LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2001

DIRECTOR: S. Kite

SECRETARY: R. E. Kite

REGISTERED OFFICE: 2a Aldworth Road
Stratford
London
E15 4DL

REGISTERED NUMBER: 735607

ACCOUNTANTS: Bland Baker
Chartered Accountants
21 Lodge Lane
Grays
Essex
RM17 5RY

KITE CONTRACT CLEANING LIMITED

REPORT OF THE DIRECTOR

The director presents his report with the financial statements of the company for the year ended 31 December 2001.

PRINCIPAL ACTIVITY

The principal activity of the company in the year was providing cleaning services.

DIRECTOR

The sole director in office during the year and his beneficial interest in the ordinary share capital of the company was as follows:

	2001	2000
S. Kite	27,550	27,550

This report has 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:



S. KITE - DIRECTOR

Date 6/8/2002

KITE CONTRACT CLEANING LIMITED

PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2001

	Notes	2001 £	2000 £
TURNOVER	2	365,473	344,823
Cost of sales		<u>254,841</u>	<u>230,912</u>
GROSS PROFIT		110,632	113,911
Administrative expenses		<u>98,687</u>	<u>102,235</u>
OPERATING PROFIT	3	11,945	11,676
Other interest receivable and similar income		<u>250</u>	<u>-</u>
		12,195	11,676
Interest payable and similar charges		<u>5,137</u>	<u>6,417</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		7,058	5,259
Tax on profit on ordinary activities	4	<u>572</u>	<u>-</u>
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		6,486	5,259
Loss brought forward		<u>(9,965)</u>	<u>(15,224)</u>
LOSS CARRIED FORWARD		<u><u>£(3,479)</u></u>	<u><u>£(9,965)</u></u>

The notes form part of these financial statements

KITE CONTRACT CLEANING LIMITED

BALANCE SHEET 31 DECEMBER 2001

	Notes	2001 £	2000 £
FIXED ASSETS:			
Intangible assets	5	1,366	1,708
Tangible assets	6	<u>81,523</u>	<u>74,040</u>
		82,889	75,748
CURRENT ASSETS:			
Stocks		5,500	3,200
Debtors	7	40,846	37,449
Cash in hand		<u>2,175</u>	<u>2,175</u>
		48,521	42,824
CREDITORS: Amounts falling due within one year	8	<u>75,900</u>	<u>73,437</u>
NET CURRENT LIABILITIES:		<u>(27,379)</u>	<u>(30,613)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES:		55,510	45,135
CREDITORS: Amounts falling due after more than one year	9	<u>3,889</u>	<u>-</u>
		<u>£51,621</u>	<u>£45,135</u>
CAPITAL AND RESERVES:			
Called up share capital	10	55,100	55,100
Profit and loss account		<u>(3,479)</u>	<u>(9,965)</u>
SHAREHOLDERS' FUNDS:		<u>£51,621</u>	<u>£45,135</u>

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 31 December 2001.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2001 in accordance with Section 249B(2) of the Companies Act 1985.

The director acknowledges his responsibilities for:

- ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- preparing financial statements which give a true and fair view of the state of affairs of the company as at 31 December 2001 and of its profit for the 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.

The notes form part of these financial statements

KITE CONTRACT CLEANING LIMITED

**BALANCE SHEET
31 DECEMBER 2001
(continued)**

These financial statements 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 March 2000).

APPROVED BY THE BOARD ON 6/8/2002


.....
S. KITE - DIRECTOR

The notes form part of these financial statements

KITE CONTRACT CLEANING LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2001

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 March 2000).

Turnover

Turnover represents net invoiced work done, excluding value added tax.

Goodwill

Purchased goodwill is amortised on a straight line basis over its estimated useful economic life of 10 years.

Tangible fixed assets

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

Freehold buildings	- 2% straight line
Plant and machinery	- 15% on reducing balance
Fixtures and fittings	- 15% on reducing balance
Motor vehicles	- 25% on reducing balance

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 director, there is reasonable probability that the liability will not arise in the foreseeable future.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet and depreciated over their estimated useful lives. The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

Pension

The company operates a defined contribution pension scheme. Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

2. TURNOVER

The turnover and profit before taxation are attributable to the principal activity of the company which arose wholly within the United Kingdom.

KITE CONTRACT CLEANING LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2001

3. OPERATING PROFIT

The operating profit is stated after charging:

	2001	2000
	£	£
Depreciation - owned assets	3,623	6,007
Depreciation - assets on hire purchase contracts and finance leases	1,438	-
Amortisation of goodwill	342	342
Director's emoluments	<u>37,016</u>	<u>35,550</u>

The director has retirement benefits accruing under a money purchase pension scheme (2000 – likewise).

4. TAXATION

The tax charge on the profit on ordinary activities for the year was as follows:

	2001	2000
	£	£
UK corporation tax	<u>572</u>	<u>-</u>

The adjusted profit for the year was reduced by losses brought forward of £445. (2000 – the adjusted profit of £6,458 was extinguished by losses brought forward).

5. INTANGIBLE FIXED ASSETS

	<u>Goodwill</u>
	£
COST:	
At 1 January 2001 and 31 December 2001	<u>3,418</u>
AMORTISATION:	
At 1 January 2001	1,710
Charge for year	<u>342</u>
At 31 December 2001	<u>2,052</u>
NET BOOK VALUE:	
At 31 December 2001	<u>1,366</u>
At 31 December 2000	<u>1,708</u>

KITE CONTRACT CLEANING LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2001

6. TANGIBLE FIXED ASSETS

	<u>Land and buildings</u>	<u>Plant and machinery etc</u>	<u>Total</u>
	£	£	£
COST:			
At 1 January 2001	55,000	51,788	106,788
Additions	-	16,465	16,465
Disposals	<u>-</u>	<u>(9,295)</u>	<u>(9,295)</u>
At 31 December 2001	<u>55,000</u>	<u>58,958</u>	<u>113,958</u>
DEPRECIATION:			
At 1 January 2001	500	32,248	32,748
Charge for year	500	4,561	5,061
Disposals	<u>-</u>	<u>(5,374)</u>	<u>(5,374)</u>
At 31 December 2001	<u>1,000</u>	<u>31,435</u>	<u>32,435</u>
NET BOOK VALUE:			
At 31 December 2001	<u>54,000</u>	<u>27,523</u>	<u>81,523</u>
At 31 December 2000	<u>54,500</u>	<u>19,540</u>	<u>74,040</u>

Fixed assets, included in the above, which are held under hire purchase contracts and finance leases are as follows:

	<u>Plant and machinery etc</u>
	£
COST:	
Additions	<u>15,000</u>
At 31 December 2001	<u>15,000</u>
DEPRECIATION:	
Charge for year	<u>1,438</u>
At 31 December 2001	<u>1,438</u>
NET BOOK VALUE:	
At 31 December 2001	<u>13,562</u>

KITE CONTRACT CLEANING LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2001

7. DEBTORS

	2001	2000
	£	£
Trade debtors	40,331	35,218
Prepayments	515	744
Taxation	-	1,487
	<u>40,846</u>	<u>37,449</u>

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2001	2000
	£	£
Bank loan (secured)	17,942	24,608
Bank overdraft (secured)	29,801	15,451
Trade creditors	3,059	3,760
Hire purchase contracts and finance leases (secured)	3,333	-
Director's current account	1,362	1,362
Other creditors	16,931	24,625
Other taxes and social security	-	631
Taxation	572	-
Accruals	2,900	3,000
	<u>75,900</u>	<u>73,437</u>

9. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2001	2000
	£	£
Hire purchase contracts and finance leases (secured)	<u>3,889</u>	<u>-</u>

10. CALLED UP SHARE CAPITAL

Authorised, allotted and fully paid			2001	2000
Number:	Class:	Nominal value:	£	£
55,100	Ordinary shares	£1	<u>55,100</u>	<u>55,100</u>

11. DEFERRED TAXATION

	2001	2000
	£	£
Unprovided liability arising from accelerated capital allowances	1,200	700
Losses	-	(100)
	<u>1,200</u>	<u>600</u>

KITE CONTRACT CLEANING LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2001

12. PENSION SCHEME

The company operates a defined contribution pension scheme for the director and staff. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company and amounted to £6,410. (2000 - £6,212)

13. RELATED PARTY DISCLOSURES

Controlling party

The company is controlled by the director and his father each holding 50% of the ordinary shares in issue.

During the year the shareholder reduced his loan to the company by £5,500 (2000 – lent the company £15,500 and reduced loan by £5,000).

Balance with related party

At 31 December 2001 the company owed the following amounts.

	2001	2000
	£	£
Director	1,362	1,362
Shareholder (R. Kite)	5,000	10,500

The balances represented unsecured, interest free, loans repayable on demand.