

LAD CONSTRUCTION LIMITED

Company No: 1463321

FINANCIAL STATEMENTS
PERIOD ENDED 31ST MARCH 2000

B.A. GATHANI & CO.
Certified Accountants
Registered Auditors



LAD CONSTRUCTION LIMITED

INDEX TO THE FINANCIAL STATEMENTS
PERIOD ENDED 31ST MARCH 2000

Page

1 to 2	Directors' Report
3	Report of the Auditors to the Members
4	Profit and Loss Account
5	Balance Sheet
6 to 8	Notes to the Accounts
9	Detailed Trading and Profit and Loss Account

NOTE:

Page 9 does not form part of the statutory accounts.

LAD CONSTRUCTION LIMITED

REPORT OF THE DIRECTORS

The directors present their annual report and accounts of the company for the period ended 31st March 2000.

PRINCIPAL ACTIVITY

The principal activity of the company in the period under review was that of building contractors.

Turnover during the period is as per the annexed accounts.

RESULTS AND DIVIDENDS

The results of the company for the period are set out in detail on page 4. A net dividend of 1.34 pence per share was paid during the period.

DIRECTORS

The director who served during the period and the beneficial interests of those serving at the end of the period in the shares of the company were as follows:

	Ordinary Shares	
	At end	At beginning
D.V. Lad	20,000	20,000

DIRECTORS' RESPONSIBILITIES

Company law requires the director to prepare financial statements for each financial year 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 the profit or loss of the company for that year. The financial statements must be prepared in compliance with required formats and disclosures, normally following four generally accepted bases which require the directors':

- * to select suitable accounting policies and apply them consistently;
- * to make judgements and estimates that are reasonable and prudent;
- * to presume, unless inappropriate, that the company will continue in business; and
- * to take account of expenses and income relating to the year being reported on whether or not they have been paid or received in that year.

The directors are also responsible for maintaining adequate accounting records so as to enable them to ensure that the financial statements comply with requirements of the Companies Act 1985, and have responsibility for safeguarding the assets of the company and hence for the prevention and detection of fraud and other irregularities.

LAD CONSTRUCTION LIMITED

REPORT OF THE DIRECTORS (continued)

TAXATION STATUS

In the opinion of the directors, the company is a close company within the meaning of the Income and Corporation Taxes Act 1988.

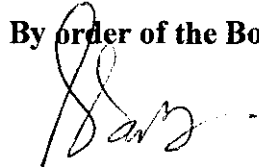
FIXED ASSETS

Information relating to changes in fixed assets is given in Note 9 to the accounts.

AUDITORS

A resolution to re-appoint the auditors, Messrs B.A. Gathani & Co. will be proposed at the Annual General Meeting in accordance with Section 385 of the Companies Act 1985.

By order of the Board.



SECRETARY

11th November 2002

REGISTERED OFFICE:

303 High Road,
South Benfleet,
Essex, SS7 5HA.

REPORT OF THE AUDITORS TO THE MEMBERS OF
LAD CONSTRUCTION LIMITED

We have audited the Financial Statements on pages 4 to 8 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

Respective responsibilities of directors and auditors

As described on pages 1 and 2 the company's directors' are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

Basis of opinion

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes assessment of the significant estimates and judgements made by the directors' in the preparation of the financial statements and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion, the Financial Statements give a true and fair view of the state of the affairs of the company at 31st March 2000 and of its results for the period then ended and the accounts have been properly prepared in accordance with the provisions of the Companies Act 1985.



B.A. GATHANI & CO.
Certified Accountants
Registered Auditors

**37 Buckland Crescent,
London NW3 5DJ.**

11th November 2002

LAD CONSTRUCTION LIMITED**TRADING AND PROFIT AND LOSS ACCOUNT FOR THE PERIOD ENDED**
31ST MARCH 2000

	NOTE	2000 £	1998 £
TURNOVER		10,218,593	8,038,330
COST OF SALES		8,941,269	6,993,347
GROSS PROFIT		<u>1,277,324</u>	<u>1,044,983</u>
OPERATING EXPENSES			
Distribution costs		107,488	113,468
Administration expenses		743,654	631,232
Other operating charges		208,324	118,173
Other operating income	2	<u>(26,509)</u>	<u>(11,642)</u>
		<u>1,032,957</u>	<u>851,231</u>
OPERATING PROFIT	3	244,367	193,752
Interest payable and similar charges	6	85,905	31,883
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		<u>158,462</u>	<u>161,869</u>
TAXATION	7	28,483	38,849
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		<u>129,979</u>	<u>123,020</u>
DIVIDEND PAID	8	134,000	55,000
		<u>(4,021)</u>	<u>68,020</u>
RETAINED PROFIT AT 30TH SEPTEMBER 1998		704,217	636,197
RETAINED PROFIT AT 31ST MARCH 2000		<u>£ 700,196</u>	<u>704,217</u>

The notes on pages 6 to 8 form an integral part of these accounts.

LAD CONSTRUCTION LIMITED

BALANCE SHEET **AS AT 31ST MARCH 2000**

	NOTE	2000 £	1998 £
FIXED ASSETS			
Tangible Assets	9	8,658	13,192
CURRENT ASSETS			
Stocks	10	316,155	205,009
Debtors	11	2,526,262	1,706,379
Cash in hand and at Bank		<u>1,560</u>	<u>110,520</u>
		2,843,977	2,021,908
CREDITORS			
Amounts falling due within one year	12	2,052,439	1,230,883
NET CURRENT ASSETS		<u>791,538</u>	<u>791,025</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>800,196</u>	<u>804,217</u>
CREDITORS			
Amounts falling due after more than one year	13	-	-
NET ASSETS		<u>£ 800,196</u>	<u>804,217</u>
CAPITAL AND RESERVES			
Called up share capital	14	100,000	100,000
Profit and Loss Account		700,196	704,217
TOTAL CAPITAL EMPLOYED		<u>£ 800,196</u>	<u>804,217</u>

On Behalf of the Board

.....) DIRECTOR

11th November 2002

The notes on pages 6 to 8 form an integral part of these accounts.

LAD CONSTRUCTION LIMITED

NOTES TO THE ACCOUNTS **PERIOD ENDED 31ST MARCH 2000**

1. ACCOUNTING POLICIES

(a) Basis of Accounting

These financial statements have been prepared under the historical cost accounting rules.

(b) Tangible Fixed Assets and Depreciation

Tangible fixed assets are stated at cost. Depreciation is calculated to write down the cost over the period of the estimated useful life, as follows:

Furniture, fittings and equipment	- 25% of written down value
Plant and equipment	- 25% of written down value
Vehicles	- 25% of written down value

(c) Stock and Work In Progress

Stock and work in progress is valued at the lower of cost and net realisable value.

2. OTHER OPERATING INCOME

	2000	1998
Bank deposit interest received	£ <u>26,509</u>	<u>11,642</u>

3. OPERATING PROFIT

	2000 £	1998 £
Operating profit is arrived at after charging:		
Depreciation	4,534	50,578
Auditors' remuneration	<u>7,000</u>	<u>7,000</u>

4. STAFF COSTS

	2000 £	1998 £
Salaries, wages and N.I.C.	<u>1,275,431</u>	<u>106,053</u>

	2000	1998
The average number of employees during the year were	<u>117</u>	<u>16</u>

LAD CONSTRUCTION LIMITED**NOTES TO THE ACCOUNTS****PERIOD ENDED 31ST MARCH 2000 (CONTINUED)****5. DIRECTORS REMUNERATION**

	2000	1998
Chairman	£ 5,078	4,200
Other directors:	No. of	No. of
	Directors	Directors
£0 - £30,000	1	1

6. INTEREST PAYABLE AND SIMILAR CHARGES

	2000	1998
	£	£
Bank overdraft	£ 928,973	31,883

7. TAXATION

	2000	1998
Corporation tax	£ 28,483	38,849

8. DIVIDEND PAID

	2000	1998
1.34 pence per share	£ 134,000	55,000

9. TANGIBLE ASSETS

	Plant & Machinery	Furniture Fittings & Equipment	Motor Vehicles	Total
COST	£	£	£	£
At 01.10.98	7,726	35,465	381,108	424,299
Additions	-	-	-	-
At 31.03.00	7,726	35,465	381,108	424,299
DEPRECIATION				
At 01.10.98	7,546	28,543	375,018	411,107
Charge for the period	62	2,379	2,093	4,534
At 31.03.00	7,608	30,922	377,111	415,641
NET BOOK AMOUNT AT				
31.03.00	118	4,543	3,997	8,658
NET BOOK AMOUNT AT				
30.09.98	180	6,922	6,090	13,192

LAD CONSTRUCTION LIMITED**NOTES TO THE ACCOUNTS****PERIOD ENDED 31ST MARCH 2000 (CONTINUED)****10. STOCKS**

	2000	1998
Work in progress and materials	£ 316,155	205,009

11. DEBTORS

	2000	1998
Receivable within one year:	£	£
Trade debtors	205,430	202,159
Other debtors	1,223,550	1,094,896
Prepayments	8,133	6,555
Taxation	643,674	193,974
V.A.T.	445,475	208,795
	£ 2,526,262	1,706,379

12. CREDITORS - AMOUNTS FALLING DUE WITHIN ONE YEAR

	2000	1998
	£	£
Trade creditors	830,459	443,113
Social Security and other taxes	126,571	103,559
Other creditors and accruals	137,953	127,337
	1,094,983	674,009
Taxation	28,483	-
Bank loans and overdrafts	928,973	556,874
	2,052,439	1,230,883

13. CREDITORS - AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2000	1998
Hire purchase	£ -	-

14. SHARE CAPITAL

	2000	1998
Authorised		
100,000 Ordinary Shares of £1 each	£ 100,000	100,000
Issued and Fully Paid		
100,000 Ordinary Shares of £1 each	£ 100,000	100,000