

LAD CONSTRUCTION LIMITED

Company No: 1463321

FINANCIAL STATEMENTS
YEAR ENDED 31ST MARCH 2002

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



LAD CONSTRUCTION LIMITED

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YEAR ENDED 31ST MARCH 2002

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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 year ended 31st March 2002.

PRINCIPAL ACTIVITY

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

Turnover during the year is as per the annexed accounts.

RESULTS AND DIVIDENDS

The results of the company for the year are set out in detail on page 4. A net dividend of £0.65 per share was paid during the year.

DIRECTORS

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

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

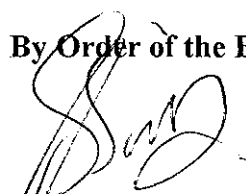
FIXED ASSETS

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

25th August 2004

REGISTERED OFFICE:

Vithal House
16 Gorst Road
London NW10 6LE

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.

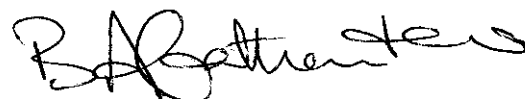
Basis of opinion

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 2002 and of its results for the year 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.**

25th August 2004

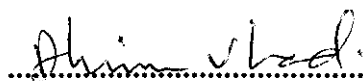
LAD CONSTRUCTION LIMITED**TRADING AND PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED**
31ST MARCH 2002

	NOTE	2002 £	2001 £
TURNOVER		7,343,469	5,309,271
COST OF SALES		5,020,739	4,603,138
GROSS PROFIT		<u>2,322,730</u>	<u>706,133</u>
OPERATING EXPENSES			
Distribution costs		59,784	70,456
Administration expenses		962,283	570,746
Other operating charges		95,950	125,945
Other operating income	2	<u>-</u>	<u>(2,320)</u>
		<u>1,118,017</u>	<u>764,827</u>
OPERATING PROFIT/(LOSS)	3	1,204,713	(58,694)
Interest payable and similar charges	6	9,777	36,121
(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		<u>1,194,936</u>	<u>(94,815)</u>
TAXATION Payable/(Recoverable)	7	326,580	(18,989)
PROFIT/(LOSS) ON ORDINARY ACTIVITIES AFTER TAXATION		<u>868,356</u>	<u>(75,826)</u>
DIVIDEND PAID	8	65,000	60,000
		<u>803,356</u>	<u>(135,826)</u>
RETAINED PROFIT AT 31ST MARCH 2001		564,370	700,196
RETAINED PROFIT AT 31ST MARCH 2002		<u>£ 1,367,726</u>	<u>564,370</u>

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

LAD CONSTRUCTION LIMITED**BALANCE SHEET**
AS AT 31ST MARCH 2002

	NOTE	2002 £	2001 £
FIXED ASSETS			
Tangible Assets	9	12,491	6,493
CURRENT ASSETS			
Stocks	10	372,002	278,655
Debtors	11	1,650,547	2,007,070
Cash in hand and at Bank		983,764	2,516
		<u>3,006,313</u>	<u>2,288,241</u>
CREDITORS			
Amounts falling due within one year	12	1,551,078	1,630,364
NET CURRENT ASSETS		<u>1,455,235</u>	<u>657,877</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,467,726</u>	<u>664,370</u>
CREDITORS			
Amounts falling due after more than one year	13	-	-
NET ASSETS		<u>£ 1,467,726</u>	<u>664,370</u>
CAPITAL AND RESERVES			
Called up share capital	14	100,000	100,000
Profit and Loss Account		1,367,726	564,370
TOTAL CAPITAL EMPLOYED		<u>£ 1,467,726</u>	<u>664,370</u>

On Behalf of the Board**) DIRECTOR****25th August 2004**

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

LAD CONSTRUCTION LIMITED

NOTES TO THE ACCOUNTS **YEAR ENDED 31ST MARCH 2002**

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

	2002	2001
Bank deposit interest received	£ <u>-</u>	<u>2,320</u>

3. OPERATING PROFIT

	2002	2001
	£	£
Operating profit is arrived at after charging:		
Depreciation	3,474	2,165
(Profit) on sale of Motor Vehicle	(19,572)	-
Auditors' remuneration	<u>7,000</u>	<u>7,000</u>

4. STAFF COSTS

	2002	2001
	£	£
Salaries, wages and N.I.C.	<u>1,161,711</u>	<u>1,169,365</u>

	2002	2001
The average number of employees during the year were	<u>125</u>	<u>109</u>

LAD CONSTRUCTION LIMITED**NOTES TO THE ACCOUNTS****YEAR ENDED 31ST MARCH 2002 (CONTINUED)****5. DIRECTORS REMUNERATION**

	2002	2001
Chairman	£ 30,000	30,000
Other directors:	No. of	No. of
	Directors	Directors
£0 - £30,000	1	1

6. INTEREST PAYABLE AND SIMILAR CHARGES

	2002	2001
	£	£
Bank overdraft	£ 3,941	304,929

7. TAXATION

	2002	2001
Corporation tax	£ 355,063	(18,989)

8. DIVIDEND PAID

	2002	2001
£0.65 pence per share	£ 65,000	60,000

9. TANGIBLE ASSETS

	Plant & Machinery	Furniture Fittings & Equipment	Motor Vehicles	Total
COST	£	£	£	£
At 01.04.01	7,726	35,465	381,108	424,299
Additions	-	9,200	-	9,200
(On Sale)	-	-	(97,775)	(97,775)
At 31.03.02	7,726	44,665	283,333	335,724
DEPRECIATION				
At 01.04.01	7,638	32,058	378,110	417,806
Charge for the year	22	3,152	300	3,474
(On Sale)	-	-	(98,047)	(98,047)
At 31.03.02	7,660	35,210	280,363	323,233
NET BOOK AMOUNT AT				
31.03.02	66	9,455	2,970	12,491
NET BOOK AMOUNT AT				
31.03.01	88	3,407	2,998	6,493

LAD CONSTRUCTION LIMITED**NOTES TO THE ACCOUNTS****YEAR ENDED 31ST MARCH 2002 (CONTINUED)****10. STOCKS**

	2002	2001
Work in progress and materials	£ <u>372,002</u>	<u>278,655</u>

11. DEBTORS

	2002	2001
Receivable within one year:	£	£
Trade debtors	569,983	196,981
Other debtors	350,588	1,140,040
Prepayments	-	7,386
Taxation	602,663	662,663
V.A.T.	127,313	-
	£ <u>1,650,547</u>	<u>2,007,070</u>

12. CREDITORS - AMOUNTS FALLING DUE WITHIN ONE YEAR

	2002	2001
	£	£
Trade creditors	660,289	746,135
Social Security and other taxes	134,167	349,708
Other creditors and accruals	<u>397,618</u>	<u>201,109</u>
	1,192,074	1,296,952
Taxation	355,063	28,483
Bank overdraft	<u>3,941</u>	<u>304,929</u>
	<u>1,551,078</u>	<u>1,630,364</u>

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

	2002	2001
Hire purchase	£ <u>-</u>	<u>-</u>

14. SHARE CAPITAL

	2002	2001
Authorised		
100,000 Ordinary Shares of £1 each	£ <u>100,000</u>	<u>100,000</u>
Issued and Fully Paid		
100,000 Ordinary Shares of £1 each	£ <u>100,000</u>	<u>100,000</u>