LAD CONSTRUCTION LIMITED

Company No : 1463321

FINANCIAL STATEMENTS
YEAR ENDED 31ST MARCH 2005



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

LAD CONSTRUCTION LIMITED

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YEAR TO 31ST MARCH 2005

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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 2005.

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 £1.20 pence per share was paid during the year.

DIRECTORS

The director 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
Dhansukh 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 responsiblity for safeguarding the assets of the company and hence for the prevention and detection of fraud and other irregularities.

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.

On behalf of the Board



DIRECTOR

20th December 2005

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.

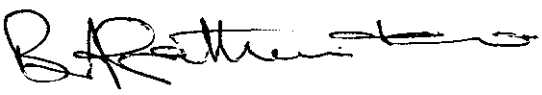
Basis of opinion

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 2005 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.

20th December 2005

LAD CONSTRUCTION LIMITED

TRADING AND PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2005

	NOTE	2005 £	2004 £
TURNOVER		9,638,523	9,222,408
COST OF SALES		7,461,196	7,157,725
GROSS PROFIT		2,177,327	2,064,683
OPERATING EXPENSES			
Distribution costs		81,260	81,755
Administration expenses		1,088,064	1,093,626
Other operating charges		154,109	122,097
Other operating income	2	(16,009)	(9,022)
		1,307,424	1,288,456
OPERATING PROFIT	3	869,903	776,227
Interest payable and similar charges	6	1,859	0
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		868,044	776,227
TAXATION	7	260,704	233,068
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		607,340	543,159
DIVIDEND PAID	8	120,000	50,000
		487,340	493,159
RETAINED PROFIT AT 31ST MARCH 2004		2,097,500	1,604,341
RETAINED PROFIT AT 31ST MARCH 2005		£ 2,584,840	2,097,500

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

LAD CONSTRUCTION LIMITED

BALANCE SHEET
AS AT 31ST MARCH 2005

	NOTE	2005 £	2004 £
FIXED ASSETS			
Tangible Assets	9	83,155	44,436
CURRENT ASSETS			
Stocks	10	1,987,597	448,090
Debtors	11	2,876,550	2,718,137
Cash in hand and at Bank		809,437	522,057
		5,673,584	3,688,284
CREDITORS			
Amounts falling due within one year	12	3,047,662	1,531,449
NET CURRENT ASSETS		2,625,922	2,156,835
TOTAL ASSETS LESS CURRENT LIABILITIES		2,709,077	2,201,271
CREDITORS			
Amounts falling due after more than one year	13	24,237	3,771
NET ASSETS		£ 2,684,840	2,197,500
CAPITAL AND RESERVES			
Called up share capital	14	100,000	100,000
Profit and Loss Account		2,584,840	2,097,500
TOTAL CAPITAL EMPLOYED		£ 2,684,840	2,197,500

On Behalf of the Board



.....) DIRECTOR

20th December 2005

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

NOTES TO THE ACCOUNTS
YEAR ENDED 31ST MARCH 2005

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

	2005	2004
Bank deposit interest and rent	£ 16,009	9,022

3. OPERATING PROFIT

	2005	2004
	£	£
Operating profit is arrived at after charging:		
Depreciation	26,718	14,808
Auditors' remuneration	8,000	8,000

4. STAFF COSTS

	2005	2004
	£	£
Salaries, wages and N.I.C.	1,109,021	1,109,021

	2005	*2004*
The average number of employees during the year were	115	115

NOTES TO THE ACCOUNTS
YEAR ENDED 31ST MARCH 2005 (CONTINUED)

5. DIRECTORS REMUNERATION

	2005	2004
Chairman	£ 30,000	30,000
Other directors:	No. of Directors	No. of Directors
£0 - £30,000	1	1

6. INTEREST PAYABLE AND SIMILAR CHARGES

	2005	2004
	£	£
Bank overdraft	0	0
Hire purchase	1,859	0
	£ 1,859	0

7. TAXATION

	2005	2004
Corporation tax	£ 260,704	233,068

8. DIVIDEND PAID

	2005	2004
£1.20 pence per share	£ 120,000	50,000

9. TANGIBLE ASSETS

	Plant & Machinery	Furniture Fittings & Equipment	Motor Vehicles	Total
COST	£	£	£	£
At 01.04.04	7,726	59,971	319,942	387,639
Additions	4,000	0	61,437	65,437
At 31.03.05	11,726	59,971	381,379	453,076
DEPRECIATION				
At 01.04.04	7,686	44,702	290,815	343,203
Charge for the year	1,010	3,067	22,641	26,718
At 31.03.05	8,696	47,769	313,456	369,921
NET BOOK AMOUNT AT 31.03.05	3,030	12,202	67,923	83,155
NET BOOK AMOUNT AT 31.03.04	40	15,269	29,127	44,436

NOTES TO THE ACCOUNTS
YEAR ENDED 31ST MARCH 2005 (CONTINUED)

10. STOCKS

		2005	2004
Work in progress and materials	£	448,090	448,090

11. DEBTORS

	2005	2004
Receivable within one year:	£	£
Trade debtors	1,214,781	1,183,655
Other debtors	741,089	929,349
Prepayments	19,544	2,470
Taxation	602,663	602,663
V.A.T.	298,473	0
	£ 2,876,550	2,718,137

12. CREDITORS - AMOUNTS FALLING DUE WITHIN ONE YEAR

	2005	2004
	£	£
Trade creditors	1,636,511	612,206
Social Security and other taxes	2,559	37,126
Other creditors and accruals	436,889	189,438
	2,075,959	838,770
Hire purchase - current portion	21,149	2,828
Taxation	950,554	689,851
	3,047,662	1,531,449

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

		2005	2004
Hire purchase	£	24,237	3,771

14 SHARE CAPITAL

		2005	2004
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