

Signed ROC

REGISTERED NUMBER: 04424721

**KAYMAC INTERIORS LIMITED
REPORT OF THE DIRECTORS AND
FINANCIAL STATEMENTS
FOR THE PERIOD 25 APRIL 2002 TO 31 OCTOBER 2002**

Perrys
32-34 St Johns Road
Tunbridge Wells
Kent
TN4 9NT



KAYMAC INTERIORS LIMITED

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FOR THE PERIOD 25 APRIL 2002 TO 31 OCTOBER 2002**

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KAYMAC INTERIORS LIMITED

**COMPANY INFORMATION
FOR THE PERIOD 25 APRIL 2002 TO 31 OCTOBER 2002**

DIRECTORS: K J McCusker Esq
L McMahon Esq

SECRETARY: D E McCusker Esq

REGISTERED OFFICE: 1st Floor
12 Old Bond Street
London
W1S 4PW

REGISTERED NUMBER: 04424721

AUDITORS: Perrys
32-34 St Johns Road
Tunbridge Wells
Kent
TN4 9NT

KAYMAC INTERIORS LIMITED

REPORT OF THE DIRECTORS FOR THE PERIOD 25 APRIL 2002 TO 31 OCTOBER 2002

The directors present their report with the financial statements of the company for the period 25 April 2002 to 31 October 2002.

INCORPORATION

The company was incorporated on 25 April 2002 and commenced trading on 30 April 2002.

PRINCIPAL ACTIVITY

The principal activity of the company in the period under review was that of interior design.

DIRECTORS

The directors during the period under review were:

K J McCusker Esq	- appointed 30.4.02
L McMahon Esq	- appointed 30.4.02

The directors holding office at 31 October 2002 did not hold any beneficial interest in the issued share capital of the company at the date of appointment or 31 October 2002. Their interests in the share of the holding company are dealt with in that companies accounts.

Both the directors, being eligible, offer themselves for election at the forthcoming first Annual General Meeting.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

AUDITORS

The auditors, Perrys, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

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:



D E McCusker Esq - Secretary

14 May 2003

KAYMAC INTERIORS LIMITED

REPORT OF THE INDEPENDENT AUDITORS TO THE SHAREHOLDERS OF KAYMAC INTERIORS LIMITED

We have audited the financial statements of Kaymac Interiors Limited for the period ended 31 October 2002 on pages four to seven. These financial statements have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002), under the historical cost convention and the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As described on page two the company's directors are responsible for the preparation of financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Report of the Directors is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

We read the Report of the Directors and consider the implications for our report if we become aware of any apparent misstatements within it.

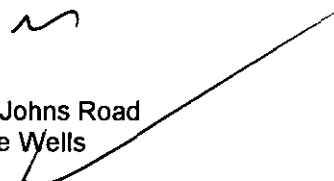
Basis of audit opinion

We conducted our audit in accordance with United Kingdom 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 an 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 material 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 company's affairs as at 31 October 2002 and of its profit for the period then ended and have been properly prepared in accordance with the Companies Act 1985.



Perry's
32-34 St Johns Road
Tunbridge Wells
Kent
TN4 9NT

14 May 2003

KAYMAC INTERIORS LIMITED

**PROFIT AND LOSS ACCOUNT
FOR THE PERIOD 25 APRIL 2002 TO 31 OCTOBER 2002**

	Notes	£
TURNOVER		225,783
Cost of sales		169,337
GROSS PROFIT		56,446
Administrative expenses		6,023
OPERATING PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	2	50,423
Tax on profit on ordinary activities	3	9,580
PROFIT FOR THE FINANCIAL PERIOD AFTER TAXATION		40,843
Dividends	4	40,000
RETAINED PROFIT FOR THE PERIOD		<u>£843</u>

The notes form part of these financial statements

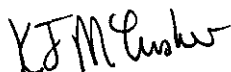
KAYMAC INTERIORS LIMITED

BALANCE SHEET
31 OCTOBER 2002

	Notes	£
CURRENT ASSETS		
Debtors	5	80,300
Cash at bank		166,038
		246,338
CREDITORS		
Amounts falling due within one year	6	245,494
NET CURRENT ASSETS		844
TOTAL ASSETS LESS CURRENT LIABILITIES		£844
CAPITAL AND RESERVES		
Called up share capital	7	1
Profit and loss account	8	843
SHAREHOLDERS' FUNDS		£844

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 June 2002).

ON BEHALF OF THE BOARD:



K J McCusker Esq - Director

Approved by the Board on 14 May 2003

KAYMAC INTERIORS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD 25 APRIL 2002 TO 31 OCTOBER 2002**

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 June 2002).

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Deferred tax

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

2. OPERATING PROFIT

The operating profit is stated after charging:

	£
Directors' emoluments and other benefits etc	-

3. TAXATION

Analysis of the tax charge

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

	£
Current tax:	
UK corporation tax	9,580
Tax on profit on ordinary activities	9,580

4. DIVIDENDS

	£
Interim	40,000

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	£
Trade debtors	80,300

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	£
Amounts owed to group undertakings	213,036
Taxation	9,580
VAT	20,878
Accrued expenses	2,000
	245,494

KAYMAC INTERIORS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD 25 APRIL 2002 TO 31 OCTOBER 2002**

7. CALLED UP SHARE CAPITAL

Authorised:			
Number:	Class:	Nominal value:	£
1,000	Original	£1	<u>1,000</u>

Allotted, issued and fully paid:			
Number:	Class:	Nominal value:	£
1	Original	£1	<u>1</u>

8. RESERVES

	Profit and loss account
	£
Retained profit for the period	<u>843</u>
At 31 October 2002	<u>843</u>

9. ULTIMATE PARENT COMPANY

The ultimate parent company is Inwood Properties PLC which is registered in England and Wales.