

K.C.J.M. DEVELOPMENT & CONSTRUCTION COMPANY LIMITED

Company No. 4459607

7 FAIRFIELD DRIVE

WORMLEY

HERTS EN10 6DX

ANNUAL REPORT AND ACCOUNTS

FOR THE YEAR ENDED 31 MAY 2004

ROSS KIT & CO
THIRD FLOOR
EQUITY HOUSE
128-136 HIGH STREET
EDGWARE
MIDDLESEX HA8 7EL



CHARTERED ACCOUNTANTS

K.C.J.M. DEVELOPMENT & CONSTRUCTION COMPANY LIMITED

DIRECTOR

K. Stanhope

SECRETARY

C. Stanhope

REGISTERED OFFICE

3rd Floor Equity House
128-136 High Street
Edgware
Middlesex
HA8 7EL

REGISTERED NUMBER

4459607 England and Wales

AUDITORS

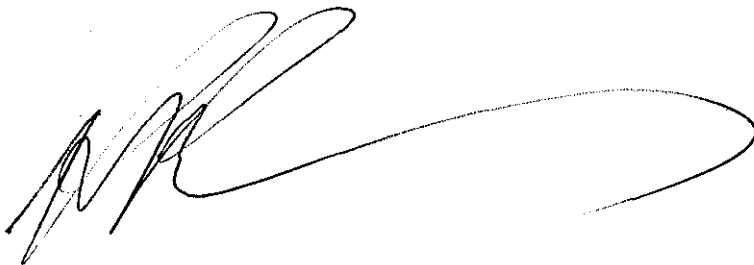
Ross Kit & Co
Chartered Accountants
Third Floor
Equity House
128-136 High Street
Edgware
Middlesex HA8 7EL

K.C.J.M. DEVELOPMENT & CONSTRUCTION COMPANY LIMITED

ACCOUNTANTS REPORT:

In accordance with instructions given to us we have drawn up accounts for the company for the year ended 31 May 2004 according to the accounting provisions of the Companies Act 1985. You have confirmed that the company is totally exempt from the audit requirement, and we have not carried out an audit.

The accounts on pages 4 and 6 to 8 are therefore based on the information shown in the accounting records and on the information and explanations you have supplied to us.

A large, stylized handwritten signature in black ink, likely belonging to a representative of Ross Kit & Co.

ROSS KIT & CO.
THIRD FLOOR
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18 AUGUST 2004

CHARTERED ACCOUNTANTS

K.C.J.M. DEVELOPMENT & CONSTRUCTION COMPANY LIMITED
BALANCE SHEET AS AT 31ST MAY 2004

	<u>Notes</u>	<u>2003</u>	<u>2002</u>
<u>FIXED ASSETS</u>			
Tangible Assets	2	260,055	260,591
<u>CURRENT ASSETS</u>			
Debtors		44	642
Prepayments		305	94
Cash at Bank		863	110,021
Cash in Hand		136	100
		-----	-----
		1,348	110,857
<u>CREDITORS: Amounts falling due</u>			
within one year	3	82,014	167,288
		-----	-----
NET CURRENT ASSETS/(LIABILITIES)		(80,666)	(56,431)
		-----	-----
TOTAL ASSETS LESS CURRENT LIABILITIES		179,389	204,160
<u>CREDITORS: Amounts falling due</u>			
after more than one			
year	4	194,224	212,770
		-----	-----
		(14,835)	(8,610)
		=====	=====
<u>CAPITAL AND RESERVES</u>			
Called up Share Capital	5	100	100
Profit and Loss Account		(14,935)	(8,710)
		-----	-----
	6	(14,835)	(8,610)
		=====	=====

For the financial year ended 31 May 2004 the company was entitled to exemption from audit under section 249A(1) Companies Act 1985; and no notice has been deposited under section 249B(2). The director acknowledges his responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Act and preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the year and of its profit or loss for the financial year in accordance with the requirements of section 226 and which otherwise comply with the requirements of the Companies Act 1985, so far as applicable to the company.

The accounts have been prepared in accordance with the special provisions relating to small companies within Part VII of the Companies Act 1985 and with the Financial Reporting Standard for smaller Entities.

Signed on behalf of the Board of Directors

.....
K. STANHOPE DIRECTOR

Approved by the Board: 18 August 2004.

The notes on pages 6 to 10 form part of these accounts

K.C.J.M. DEVELOPMENT & CONSTRUCTION COMPANY LIMITED
NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MAY 2004

1. ACCOUNTING POLICIES

a) Basis of accounting

The accounts have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities.

b) Turnover

Turnover represents net invoiced takings V.A.T. as well as rental income.

c) Tangible Fixed Assets

Depreciation is provided, at the following annual rates in order to write off each asset over its estimated useful life. The reducing balance method is employed using the following rates:

Furnishings	- 10%
Leasehold Property	- Over the period of the Lease

A full year's depreciation is provided in the year of acquisition. No depreciation is provided in the year of disposal of an asset.

No depreciation has been charged on the Freehold Building as it is the company's policy to maintain this so as to extent its useful life. Also at the year end the director carried out an impairment review and he concluded that its useful economic life will exceed fifty years and the residual value will be far greater than cost.

d) Stock and Work-in-Progress

Stock and work-in-progress is valued at lower of cost and net realisable value after making due allowance for obsolete and slow moving items. Cost includes all direct expenditure and an appropriate proportion of fixed and variable overheads.

e) Deferred Taxation

Deferred tax arises as a result of including items of income and expenditure in taxation computations in periods different from those in which they are included in the company's accounts. Deferred tax is provided in full on timing differences which result in an obligation to pay more (or less) tax at a future date, at the average tax rates that are expected to apply when the timing differences reverse, based on current tax rates and laws.

Deferred tax is not provided on timing differences arising from the revaluation of fixed assets where there is no commitment to sell the asset.

f) Cash Flow

The accounts do not include a cash flow statement because the company, as small reporting entity is exempt from the requirements to prepare such a statement under Financial Reporting Standard 1 'Cash Flow Statements'.

K.C.J.M. DEVELOPMENT & CONSTRUCTION COMPANY LIMITED
NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MAY 2004 (CONTINUED)

2. TANGIBLE FIXED ASSETS

Cost or Valuation	Long Leasehold Property	Freehold Property	Motor Vehicles	Furnishings	Total
At 01.06.2003	140,130	121,724	-	911	262,765
Additions	-	-	2,000	225	2,225
Disposals	-	-	-	-	-
	-----	-----	-----	-----	-----
At 31.05.2004	140,130	121,724	2,000	1,136	264,990
	=====	=====	=====	=====	=====
Depreciation					
At 01.06.2003	2,083	-	-	91	2,174
Charge for Year	2,147	-	500	114	2,761
Disposals	-	-	-	-	-
	-----	-----	-----	-----	-----
At 31.05.2004	4,230	-	500	205	4,935
	=====	=====	=====	=====	=====
Written Down Values					
At 31.05.2004	135,900	121,724	1,500	931	260,055
	=====	=====	=====	=====	=====
At 31.05.2003	138,047	121,724	-	820	260,591
	=====	=====	=====	=====	=====

3. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	<u>2004</u>	<u>2003</u>
Trade Creditors	825	825
Director's Loan Account	65,231	79,806
Other Creditors	-	85,135
Mortgages (see note 4 below)	14,436	-
Accruals	1,522	1,522
	-----	-----
	82,014	167,288
	=====	=====

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

	<u>2004</u>	<u>2003</u>
Mortgages	194,224	212,770
	=====	=====

The mortgages are secured on the freehold and leasehold properties of the company and are repayable by instalments over a period of 20 years.

K.C.J.M. DEVELOPMENT & CONSTRUCTION COMPANY LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MAY 2004 (CONTINUED)

5. CALLED UP SHARE CAPITAL

	<u>2004</u>	<u>2003</u>
Authorised:		
A Ordinary Shares of £1 each	50,000	50,000
B Ordinary Shares of £1 each	50,000	50,000
	-----	-----
	100,000	100,000
	=====	=====
Allotted, called up and fully paid:		
A Ordinary Shares of £1 each	50	50
B Ordinary Shares of £1 each	50	50
	---	---
	100	100
	===	===

6. RECONCILIATION OF MOVEMENTS ON SHAREHOLDERS FUNDS

	<u>2004</u>	<u>2003</u>
Profit/(Loss) for the financial year after taxation	(6,225)	(8,710)
Shares issued during the period	-	100
	-----	-----
	(6,225)	(8,610)
Opening Shareholders' funds at 1st June 2003	(8,610)	-
	-----	-----
Closing shareholders' funds at 31st May 2004	(14,835)	(8,610)
	=====	=====

7. POST-BALANCE SHEET EVENTS

There have been no events affecting the company since the Balance Sheet date.