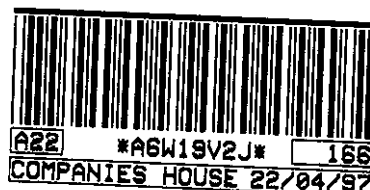


1645300 (England and Wales)

Andrews Kalik Associates Limited
(formerly known as A K Associates Limited)

Directors' Report and Financial Statements

for the year ended 31 July 1996



Andrews Kalik Associates Limited
(formerly known as A K Associates Limited)
Company Information

Directors	Mr S Kalik Mrs S Kalik Mr A M Andrews Mrs E Andrews
Secretary	Mrs E Andrews
Company Number	1645300 (England and Wales)
Registered Office	Holborn Hall 100 Grays Inn Road London WC1X 8BY
Accountants	Arram Berlyn Gardner Holborn Hall 100 Grays Inn Road London WC1X 8BY

Andrews Kalik Associates Limited
(formerly known as A K Associates Limited)
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Andrews Kalik Associates Limited (formerly known as A K Associates Limited)

Directors' Report for the year ended 31 July 1996

The directors present their report and the financial statements for the year ended 31 July 1996.

Principal Activities

The principal activities of the company are chartered architects and property letting.

The company changed its name to Andrews Kalik Associates Limited on 6th September 1996.

Directors and their Interests

The directors who served during the year and their interests in the company were as stated below.

	Class of share	Number of shares	
		1996	1995
Mr S Kalik	Ordinary shares	49	49
Mrs S Kalik	Ordinary shares	-	-
Mr A M Andrews	Ordinary shares	49	49
Mrs E Andrews	Ordinary shares	-	-

In the preparation of the directors' report advantage has been taken of the special exemptions applicable to small companies conferred by Part II of Schedule 8 to the Companies Act 1985.

This report was approved by the Board on 16-4-97

Mrs E Andrews
Secretary

Elizabeth Andrews

EA

Andrews Kalik Associates Limited
(formerly known as A K Associates Limited)
Profit and Loss Account
for the year ended 31 July 1996

	Notes	1996 £	1995 £
Turnover		39,792	29,595
Administrative expenses		(59,530)	(15,849)
Operating loss	2	(19,738)	13,746
Interest payable and similar charges		(5,311)	(4,734)
Loss on ordinary activities before taxation		(25,049)	9,012
Tax on loss on ordinary activities	3	(4,796)	(2,490)
Retained loss for the year	10	£ (29,845)	£ 6,522

There are no recognised gains and losses other than those passing through the profit and loss account.

Andrews Kalik Associates Limited
(formerly known as A K Associates Limited)
Balance Sheet
as at 31 July 1996

	Notes	1996 £	1995 £
Fixed Assets			
Tangible assets	4	329,000	359,391
Current Assets			
Debtors	5	1,544	1,781
		<u>1,544</u>	<u>1,781</u>
Creditors: amounts falling due within one year	6	(228,778)	(232,386)
Net Current Liabilities		<u>(227,234)</u>	<u>(230,605)</u>
Total Assets Less Current Liabilities		101,766	128,786
Creditors: amounts falling due after more than one year	7	(14,787)	(26,209)
		<u>£ 86,979</u>	<u>£ 102,577</u>
Capital and Reserves			
Called up share capital	8	98	98
Revaluation reserve	9	105,407	91,160
Profit and loss account	10	(18,526)	11,319
Shareholders' Funds	11	<u>£ 86,979</u>	<u>£ 102,577</u>

In preparing these financial statements:

- (a) The directors are of the opinion that the company is entitled to the exemption from audit conferred by Section 249A(1) of the Companies Act 1985;
- (b) No notice has been deposited under Section 249B(2) of the Companies Act 1985, and
- (c) The directors acknowledge their responsibilities for:
 - (i) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
 - (ii) preparing accounts 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 its profit or loss for the financial year in accordance with the requirements of Section 226, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company.

Andrews Kalik Associates Limited
(formerly known as A K Associates Limited)
Balance Sheet (continued)
as at 31 July 1996

In preparing these financial statements:

- (a) Advantage has been taken of the special exemptions applicable to small companies conferred by Part I of Schedule 8 to the Companies Act 1985, and
- (b) In the directors' opinion the company is entitled to these exemptions as a small company.

The financial statements were approved by the Board on 16-4-97.

S Kalik
Director

A M Andrews
Director



Andrews Kalik Associates Limited
(formerly known as A K Associates Limited)
Notes to the Financial Statements
for the year ended 31 July 1996

1. Accounting Policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention modified to include the revaluation of freehold land and buildings and include the results of the company's operations as indicated in the directors' report, all of which are continuing.

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cashflow statement on the grounds that it is a small company.

1.2 Turnover

Turnover represents amounts receivable for goods and services provided in the UK net of VAT and trade discounts.

1.3 Tangible fixed assets and depreciation

Tangible fixed assets include freehold land and buildings professionally valued by Chartered Surveyors on an existing use open market value basis. Other tangible fixed assets are stated at cost or valuation less depreciation. Depreciation is provided at rates calculated to write off the cost or valuation less estimated residual value of each asset over its expected useful life, as follows:

Fixtures, fittings and equipment	-	10% Straight line
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No depreciation is provided in respect of freehold land and buildings.

1.4 Leasing

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

1.5 Deferred taxation

Provision is made for deferred taxation using the liability method to take account of timing differences between the incidence of income and expenditure for taxation and accounting purposes except to the extent that the directors consider that a liability to taxation is unlikely to crystallise.

2. Operating Loss	1996 £	1995 £
Operating loss is stated after charging:		
Permanent diminution/depreciation of tangible assets	44,638	1,146
Operating lease rentals		
- Land and buildings	(904)	(696)
Directors' emoluments	7,176	7,154
	<u>7,176</u>	<u>7,154</u>

Andrews Kalik Associates Limited
(formerly known as A K Associates Limited)
Notes to the Financial Statements
for the year ended 31 July 1996

3. Taxation	1996 £	1995 £
U.K. Current year taxation		
U.K. Corporation tax at 24% (1995 - 25%)	4,796	2,490
	<u> </u>	<u> </u>

4. Tangible Assets	Land and Plant and buildings machinery etc	Total
	£	£
Cost or valuation		
At 1 August 1995	359,391	13,885
Surplus on revaluation	14,247	-
Permanent diminution in value	(44,638)	-
	<u> </u>	<u> </u>
At 31 July 1996	329,000	13,885
	<u> </u>	<u> </u>
Depreciation		
At 1 August 1995	-	13,885
	<u> </u>	<u> </u>
At 31 July 1996	-	13,885
	<u> </u>	<u> </u>
Net book values		
At 31 July 1996	£ 329,000	£ -
	<u> </u>	<u> </u>
At 31 July 1995	£ 359,391	£ -
	<u> </u>	<u> </u>

Freehold properties were revalued at 14 August 1996 on the basis of an open market valuation for existing use by Lambert Smith Hampton, Chartered Surveyors.

5. Debtors	1996 £	1995 £
Trade debtors	378	886
Others	1,166	895
	<u> </u>	<u> </u>
	£ 1,544	£ 1,781
	<u> </u>	<u> </u>

Andrews Kalik Associates Limited
(formerly known as A K Associates Limited)
Notes to the Financial Statements
for the year ended 31 July 1996

6.	Creditors: amounts falling due within one year	1996 £	1995 £
	Bank loans and overdrafts	27,411	30,976
	Taxation and social security	4,796	2,490
	Other creditors	196,571	198,920
		<u>£ 228,778</u>	<u>£ 232,386</u>
7.	Creditors: amounts falling due after more than one year	1996 £	1995 £
	Loans		
	Wholly repayable within five years	30,216	48,868
	Included in current liabilities	(15,429)	(22,659)
		<u>£ 14,787</u>	<u>£ 26,209</u>
8.	Share Capital	1996 £	1995 £
	Authorised		
	98 Ordinary shares of £1 each	98	98
	Allotted, called up and fully paid		
	98 Ordinary shares of £1 each	98	98
9.	Revaluation Reserve	1996 £	1995 £
	Balance brought forward at 1 August 1995	91,160	91,160
	Revaluation during the year	14,247	-
	Balance carried forward at 31 July 1996	<u>£ 105,407</u>	<u>£ 91,160</u>

Andrews Kalik Associates Limited
(formerly known as A K Associates Limited)
Notes to the Financial Statements
for the year ended 31 July 1996

10.	Profit And Loss Account	1996 £	1995 £
	Retained profits at 1 August 1995	11,319	4,797
	Retained loss for the year	(29,845)	6,522
	Accumulated losses at 31 July 1996	<u>£ (18,526)</u>	<u>£ 11,319</u>

11.	Reconciliation of Movements in Shareholders' Funds	1996 £	1995 £
	Loss for the financial year	(29,845)	6,522
	Opening shareholders' funds	102,577	96,055
	Closing shareholders' funds	<u>£ 86,979</u>	<u>£ 102,577</u>

12. Post Balance Sheet Events

The company sold it's Freehold land and buildings on the 25 October 1996 at the revalued amounts stated in the balance sheet.