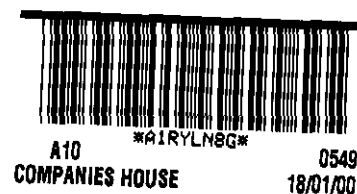


U K DESIGN LIMITED
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FOR THE YEAR ENDED 31ST MARCH 1999

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Company Registration Number :	02698955 England & Wales
Directors :	Mr K K Kaushal
Secretary :	Mrs J Parekh
Registered Office :	317 Cheveral Avenue Radford Coventry

U K DESIGN SERVICES LIMITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST MARCH 1999

UK DESIGN SERVICES LIMITED

DIRECTORS REPORT

FOR THE YEAR ENDED 31ST MARCH 1999

The Director presents the Annual Accounts together with this report.

PRINCIPLE ACTIVITY

The Principle Activity of this company is to provide Design Consultancy Services.
The profit for the year is on page 3.

DIVIDENDS

No dividends were paid during the year.
The director recommends that no final dividend should be paid.

DIRECTOR AND HIS INTEREST

The director and his shareholding throughout the year was :

ORDINARY SHARES OF £1 EACH

Mr K K Kaushal

2

BY ORDER OF THE BOARD

UK DESIGN SERVICES LIMITED

DIRECTORS REPORT

FOR THE YEAR ENDED 31ST MARCH 1999 (CONTINUED).

DIRECTORS RESPONSIBILITIES

Company Law requires the directors to prepare accounts for each financial year which give a true and fair view of the state of affairs and of the profit and loss of the company for that period. In preparing these accounts, the directors are required to :

- * Select suitable accounting policies and apply them consistently.
- * Make judgments and estimates that are reasonable and
- * Follow applicable accounting standards, subject to any material departures disclosed and Explained in the accounts.
- * Prepare the account 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 accounts comply with the Companies Act 1985. They are responsible for safeguarding the assets of the company and hence taking reasonable steps for the prevention and detection of fraud and any other irregularities.


AUDITORS

The Auditors Ash Joshi & Co are deemed to be reappointed in accordance with section 386 of the Companies Act 1985.

In preparing the above report the directors have taken advantage of special exemption applicable to small companies.



Mrs J Parekh
Secretary



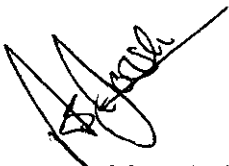
Mr K K Kaushal
Director

Approved : 

Mrs J Parekh
Secretary

ACCOUNTS REPORT TO THE MEMBERS OF
U K DESIGN SERVICES LIMITED

In accordance with the instructions given to us, we have prepared the financial statement set out on pages 3 to 6 from the accounting records of UK Design Services Limited, and from the information and explanations supplied to us by the management of the company. We have not audited the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on them.



ASH JOSHI & CO
ACCOUNTANTS

30th December 1999.

U K DESIGN SERVICES LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31ST MARCH 1999

	<u>NOTES</u>	<u>1998</u>	<u>1999</u>
TURNOVER		17,682	12,263
ADMINISTRATIVE EXPENSES		12,800	8,025
		-----	-----
OPERATING PROFIT		4,882	4,238
INTEREST RECEIVED		120	177
		-----	-----
PROFIT BEFORE TAXATION	3.	5,002	4,415
TAXATION		1,053	902
		-----	-----
PROFIT AFTER TAXATION		3,949	3,513
DIVIDENDS PAID	4.	5,000	-
		-----	-----
RETAINED (LOSS)/PROFIT FOR THE YEAR		1,051	3,513
RETAINED (LOSS)/PROFIT BROUGHT FORWARD		(3,182)	(4,233)
		-----	-----
RETAINED(LOSS)/PROFIT CARRIED FORWARD		(4,233)	(720)
		=====	=====

BALANCE SHEET AS AT 31ST MARCH 1999

	<u>NOTE</u>	<u>1998</u>	<u>1999</u>
		£	£
<u>FIXED ASSETS</u>			
Fixtures Fittings and Equipment at Cost			800
Less:Depreciation			<u>80</u>
			<u>720</u>
<u>CURRENT ASSETS</u>			
Cash at Bank		314	<u>2,501</u>
<u>LESS : CURRENT LIABILITIES</u>			
Sundry Creditors and Accruals		576	1,504
Directors Loan Account		2,916	1,533
ACT Payable		1,053	902
		-----	-----
		4,545	3,939
		-----	-----
<u>TOTAL ASSETS LESS</u>			
<u>CURRENT LIABILITIES</u>		<u>(4,231)</u>	<u>(718)</u>
<u>CAPITAL RESERVES</u>			
Called up Share Capital		2	2
Profit and Loss Account		4,233	(720)
		-----	-----
		(4,231)	(718)

The financial statements were approved by the Board of Directors on 30th December 1999 .

For the year in question, the company was entitled to exemption from an audit under the section 249A(1) of the Companies Act 1985. No notice has been deposited under section 249B(2) of the Act in relation to the accounts for the financial year. The directors acknowledge their responsibilities for :

- a) Ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985 and
- b) Preparing accounts which gives 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 in accordance with the requirements of section 226 of the Companies Act 1985, and which otherwise comply with the requirements of that Act relating to the accounts, so far as applicable to the company.



.....
MR K K KAUSHAL
DIRECTOR

30th December 1999.