REVISED

K1 CONSTRUCTION LTD

Report and Accounts

30 September 2002

#A91SAZAV# 0366

K1 CONSTRUCTION LTD **Director's Report**

The director presents his report and accounts for the year ended 30 September 2002.

Principal activities

The company's principal activity during the year continued to be building and construction.

Director

The director who served during the year and his interest in the share capital of the company were as follows:

£1 Ordina	ry shares
2002	2001
2	2

K. Foroshani

2

Small company special provisions

The report of the director has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

This report was approved by the board on 6 February 2004.

K. FOROSHANI

Director

K1 CONSTRUCTION LTD Profit and Loss Account for the year ended 30 September 2002

	Notes	2002 £	2001 £
Turnover		510,040	498,926
Cost of sales		(355,099)	(311,281)
Gross profit		154,941	187,645
Administrative expenses		(120,038)	(123,320)
Operating profit	2	34,903	64,325
Profit on ordinary activities before taxation		34,903	64,325
Tax on profit on ordinary activities	3	(6,977)	(14,003)
Profit for the financial year		27,926	50,322
Dividends		(18,000)	(28,156)
Retained profit for the financial year	8	9,926	22,166

K1 CONSTRUCTION LTD Balance Sheet as at 30 September 2002

	Notes		2002 £		2001 £
Fixed assets					
Tangible assets	4		16,934		22,660
Current assets					
Stocks		4,276		3,500	
Debtors	5	118,969		161,611	
Cash at bank and in hand		116,136		59,980	
		239,381		225,091	
Creditors: amounts falling d	ue				
within one year	6	(104,105)		(105,467)	
Net current assets	_		135,276		119,624
Net assets			152,210	_ _	142,284
Capital and reserves					
Called up share capital	7		2		2
Profit and loss account	8		152,208		142,282
Shareholder's funds			152,210	_	142,284

The director is satisfied that the company is entitled to exemption under Section 249A(1) of the Companies Act 1985 and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The director acknowledges his responsibilities for:

- (i) ensuring that the company keeps proper 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 of the Companies Act 1985, and which otherwise comply with the requirements of this Act relating to accounts, 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.

K. FOROSHANI

Director

Approved by the board on 6 February 2004

K1 CONSTRUCTION LTD Notes to the Accounts for the year ended 30 September 2002

1 Accounting policies

The accounts 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 the invoiced value of goods and services supplied by the company, net of value added tax and trade discounts.

Depreciation

Depreciation has been provided at the following rates in order to write off the assets over their estimated useful lives.

Plant and machinery	25% straight line
Motor vehicles	25% straight line

Stocks

Stock is valued at the lower of cost and net realisable value.

Leasing and hire purchase commitments

Assets held under finance leases and hire purchase contracts, which are those where substantially all the risks and rewards of ownership of the asset have passed to the company, are capitalised in the balance sheet and depreciated over their useful lives.

The interest element of the rental obligations is charged to the profit and loss account over the period of the lease and represents a constant proportion of the balance of capital repayments outstanding.

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

2	Operating profit			2002	2001
	This is stated after charging:			£	£
	Depreciation of owned fixed assets		_	6,979	
3	Taxation			2002 £	2001 £
	UK corporation tax			6,977	18,819
			-	6,977	18,819
4	Tangible fixed assets	Land and buildings	Plant and machinery	Motor vehicles	Total

K1 CONSTRUCTION LTD Notes to the Accounts for the year ended 30 September 2002

		£	£	£	£
	Cost At 1 October 2001 Additions	5,346 -	8,690 1,253	31,205	45,241 1,253
	At 30 September 2002	5,346	9,943	31,205	46,494
	Depreciation				
	At 1 October 2001	4,011	4,917	13,653	22,581
	Charge for the year	1,335	1,256	4,388	6,979
	At 30 September 2002	5,346	6,173	18,041	29,560
	Net book value				
	At 30 September 2002	-	3,770	13,164	16,934
	At 30 September 2001	1,335	3,773	17,552	22,660
5	Debtors			2002	2001
•				£	£
	Trade debtors			36,118	88,148
	Other debtors			82,851	73,463
			_	118,969	161,611
			_	110,000	101,011
e		iithin ana waa		2002	2004
6	Creditors: amounts falling due w	ntnin one year		2002 £	2001 £
				_	_
	Bank loans and overdrafts			32,522	6,446
	Trade creditors			51,433	82,230
	Corporation tax			21,814	26,007
	Other taxes and social security cos	ts		10,887	12,568
	Other creditors		_	(12,551)	(21,784)
			_	104,105	105,467
7	Share capital			2002	2001
	Authorised:			£	£
	Ordinary shares of £1 each		-	1,000	1,000
		2002 No	2001 No	2002 £	2001 £
	Allotted, called up and fully paid:	140	140	~	~
	Ordinary shares of £1 each	2	2 -	2	2
8	Profit and loss account			2002	2001
				£	£
	At 4 Ontober			440.000	100.110
	At 1 October			142,282	120,116

K1 CONSTRUCTION LTD Notes to the Accounts for the year ended 30 September 2002

Retained profit	9,926	22,166
At 30 September	152,208	142,282

K1 CONSTRUCTION LTD Profit and Loss Account for the year ended 30 September 2002 for the information of the director only

	2002 £	2001 £
Sales	510,040	498,926
Cost of sales	(355,099)	(311,281)
Gross profit	154,941	187,645
Administrative expenses	(120,038)	(123,320)
Operating profit	34,903	64,325
Profit before tax	34,903	64,325

K1 CONSTRUCTION LTD

Schedule to the Profit and Loss Account for the year ended 30 September 2002 for the information of the director only

Sales 510,040 498,926 Sales 510,040 498,926 Cost of sales Purchases 268,991 195,939 Increase in stocks 2 (3,500) Subcontractor costs 86,108 118,842 Administrative expenses Employee costs: Wages and salaries 28,779 27,599 Director's salary 16,900 10,700 Employer's NI 4,803 3,586 Travel and subsistence 110 - Motor expenses 4,381 5,365 Travel and subsistence 110 - Motor expenses 4,381 5,365 Rent 6,240 4,290 Rates 7,435 2,637 Light and heat 2,070 886 Cleaning 11,444 578 General administrative expenses: 21,145 5,372 Telephone and fax 5,145 5,372 Postage 2,188 50 Stationery and printing 859 <	,	2002	2001
Sales 510,040 498,926 Cost of sales 268,991 195,939 Purchases 268,991 195,939 Increase in stocks - (3,500) Subcontractor costs 86,108 118,842 Administrative expenses 86,108 118,842 Administrative expenses Employee costs: Wages and salaries 28,779 27,599 Director's salary 10,900 10,700 Employer's NI 4,803 3,586 Travel and subsistence 110 - Motor expenses 4,381 5,365 Fent 6,240 4,290 Rates 7,435 2,637 Light and heat 2,070 886 Cleaning 11,444 578 Cleaning 11,444 578 Telephone and fax 5,145 5,372 Postage 2,188 50 Stationery and printing 859 1,539 Courier services 350 -		£	£
Cost of sales 268,991 195,939 Increase in stocks - (3,500) Subcontractor costs 86,108 118,842 Administrative expenses 355,099 311,281 Employee costs: Wages and salaries 28,779 27,599 Director's salary 16,900 10,700 Employer's NI 4,803 3,586 Travel and subsistence 1110 - Motor expenses 4,381 5,365 Premises costs: 6,240 4,290 Rent 6,240 4,290 Rates 7,435 2,637 Light and heat 2,070 86 Cleaning 11,444 578 General administrative expenses: 27,189 8,391 General administrative expenses: 7,145 5,372 Telephone and fax 5,145 5,372 Postage 2,188 50 Stationery and printing 859 1,539 Courier services 350 - Information and publica	Sales		
Purchases 268,991 195,939 Increase in stocks - 3,500 Subcontractor costs 86,108 118,842 Administrative expenses 355,099 311,281 Employer costs: 28,779 27,599 Director's salary 16,900 10,700 Employer's NI 4,803 3,586 Travel and subsistence 110 - Motor expenses 4,381 5,365 Femises costs: 54,973 47,250 Premises costs: 6,240 4,290 Rates 7,435 2,637 Light and heat 2,070 886 Cleaning 11,444 578 General administrative expenses: 7,189 8,391 General administrative expenses: 21,188 50 Telephone and fax 5,145 5,372 Postage 2,188 50 Stationery and printing 859 1,539 Courier services 350 - Information and publications	Sales	510,040	498,926
Purchases 268,991 195,939 Increase in stocks - 3,500 Subcontractor costs 86,108 118,842 Administrative expenses 355,099 311,281 Employer costs: 28,779 27,599 Director's salary 16,900 10,700 Employer's NI 4,803 3,586 Travel and subsistence 110 - Motor expenses 4,381 5,365 Femises costs: 54,973 47,250 Premises costs: 6,240 4,290 Rates 7,435 2,637 Light and heat 2,070 886 Cleaning 11,444 578 General administrative expenses: 7,189 8,391 General administrative expenses: 21,188 50 Telephone and fax 5,145 5,372 Postage 2,188 50 Stationery and printing 859 1,539 Courier services 350 - Information and publications	Cost of sales		
Number N		268,991	195,939
Administrative expenses Employee costs: 28,779 27,599 Director's salary 16,900 10,700 Employer's NI 4,803 3,586 Travel and subsistence 110 - Motor expenses 4,381 5,365 Fremises costs: 54,973 47,250 Premises costs: 8 54,973 47,250 Premises costs: 6,240 4,290 4,290 886 Rent 6,240 4,290 8,361 5,372 1,332 1,444 578 5,372 1,444 578 2,637 1,444 578 2,7189 8,391 3,586 3,591 3,596 1,444 578 3,596 3,596 1,444 578 3,572 3,596 1,444 578 3,596 3,591 3,596 3,596 3,591 3,596 3,591 3,596 3,591 3,591 3,591 3,591 3,591 3,592 3,592 3,592 3,592 3,592 3,592 3,59		•	
Administrative expenses Employee costs: 28,779 27,599 Director's salary 16,900 10,700 Employer's NI 4,803 3,586 Travel and subsistence 110 - Motor expenses 4,381 5,365 Fremises costs: 54,973 47,250 Premises costs: 8 54,973 47,250 Rent 6,240 4,290 Rates 7,435 2,637 Light and heat 2,070 886 Cleaning 11,444 578 General administrative expenses: 7189 8,391 General administrative expenses: 7189 8,391 General administrative expenses: 5,145 5,372 Telephone and fax 5,145 5,372 Postage 2,188 50 Stationery and printing 859 1,539 Courier services 350 - Information and publications 108 675 Bank charges 929	Subcontractor costs	86,108	118,842
Employee costs: Wages and salaries 28,779 27,599 Director's salary 16,900 10,700 Employer's NI 4,803 3,586 Travel and subsistence 110 - Motor expenses 4,381 5,365 54,973 47,250 Premises costs: 8 54,973 47,250 Premises costs: 8 6,240 4,290 4,290 Rates 7,435 2,637 2,638 3,530 2,632		355,099	311,281
Employee costs: Wages and salaries 28,779 27,599 Director's salary 16,900 10,700 Employer's NI 4,803 3,586 Travel and subsistence 110 - Motor expenses 4,381 5,365 54,973 47,250 Premises costs: 8 54,973 47,250 Premises costs: 8 6,240 4,290 4,290 Rates 7,435 2,637 2,638 3,530 2,632	Administrative expenses		
Wages and salaries 28,779 27,599 Director's salary 16,900 10,700 Employer's NI 4,803 3,586 Travel and subsistence 110 - Motor expenses 4,381 5,365 Fremises costs: 54,973 47,250 Premises costs: 861 6,240 4,290 Rates 7,435 2,637 Light and heat 2,070 886 Cleaning 11,444 578 Cleaning 27,189 8,391 General administrative expenses: Telephone and fax 5,145 5,372 Postage 2,188 50 Stationery and printing 859 1,539 Courier services 350 - Information and publications 108 675 Bank charges 929 726 Insurance 1,708 4,084 Equipment hire 4,066 2,651 Repairs and maintenance 5,532 2,212 Depreciation <td>-</td> <td></td> <td></td>	-		
Director's salary 16,900 10,700 Employer's NI 4,803 3,586 Travel and subsistence 110 - Motor expenses 4,381 5,365 54,973 47,250 Premises costs:	· ·	28,779	27,599
Travel and subsistence 110 motor expenses	_	16,900	10,700
Motor expenses 4,381 5,365 54,973 53,365 54,973 Premises costs: 54,973 47,250 Rent 6,240 4,290 4,290 4,290 8,2070 886 Rates 7,435 2,637 2,637 2,070 886 Cleaning 11,444 578 578 Cleaning 27,189 8,391 8,391 General administrative expenses: 27,189 8,391 8,391 General administrative expenses: 5,145 5,372 5,372 Postage 2,188 50 50 Stationery and printing 859 1,539 1,539 Courier services 350 - Information and publications 108 675 675 Bank charges 929 726 726 Insurance 1,708 4,084 4,084 Equipment hire 4,066 2,651 2,651 Repairs and maintenance 5,532 2,212 Depreciation 6,980 8,445 Sundry expenses 505 156 Legal and professional costs: 28,370 25,910 Legal and professional costs: 7,934 38,000 Advertising and	Employer's NI	4,803	3,586
Premises costs: 54,973 47,250 Rent 6,240 4,290 Rates 7,435 2,637 Light and heat 2,070 886 Cleaning 11,444 578 Z7,189 8,391 General administrative expenses: 5,145 5,372 Telephone and fax 5,145 5,372 Postage 2,188 50 Stationery and printing 859 1,539 Courier services 350 - Information and publications 108 675 Bank charges 929 726 Insurance 1,708 4,084 Equipment hire 4,066 2,651 Repairs and maintenance 5,532 2,212 Depreciation 6,980 8,445 Sundry expenses 505 156 Legal and professional costs: 28,370 25,910 Legal and professional costs: 7,934 38,000 Advertising and PR - 559		110	-
Premises costs: Rent 6,240 4,290 Rates 7,435 2,637 Light and heat 2,070 886 Cleaning 11,444 578 Cleaning 27,189 8,391 General administrative expenses: 27,189 8,391 General administrative expenses: Telephone and fax 5,145 5,372 Postage 2,188 50 Stationery and printing 859 1,539 Courier services 350 - Information and publications 108 675 Bank charges 929 726 Insurance 1,708 4,084 Equipment hire 4,066 2,651 Repairs and maintenance 5,532 2,212 Depreciation 6,980 8,445 Sundry expenses 505 156 Zegal and professional costs: 28,370 25,910 Legal and professional costs: 7,934 38,000 Advertising and PR	Motor expenses	4,381	5,365
Rent Rates 6,240 (7,435) 4,290 (2,637) Light and heat Cleaning 2,070 (7,435) 886 (7,435) Cleaning 11,444 (778) 578 (778) General administrative expenses: 3,391 General administrative expenses: Telephone and fax 5,145 (5,372) Postage 2,188 (50) Stationery and printing 859 (1,539) Courier services 350 (-1) Information and publications 108 (675) Bank charges 929 (726) Insurance 1,708 (4,084) Equipment hire 4,066 (2,651) Repairs and maintenance 5,532 (2,212) Depreciation 6,980 (8,445) Sundry expenses 505 (28,370) (25,910) Legal and professional costs: 28,370 (25,910) Accountancy fees 1,522 (2,260) Consultancy fees 7,934 (38,000) Advertising and PR - 559 Other legal and professional 50 (950)		54,973	47,250
Rates 7,435 2,637 Light and heat 2,070 886 Cleaning 11,444 578 27,189 8,391 General administrative expenses: 27,189 8,391 General administrative expenses: Telephone and fax 5,145 5,372 Postage 2,188 50 Stationery and printing 859 1,539 Courier services 350 - Information and publications 108 675 Bank charges 929 726 Insurance 1,708 4,084 Equipment hire 4,066 2,651 Repairs and maintenance 5,532 2,212 Depreciation 6,980 8,445 Sundry expenses 505 156 Legal and professional costs: 28,370 25,910 Legal and professional costs: 1,522 2,260 Consultancy fees 7,934 38,000 Advertising and PR - 559 Other legal and professional 50 950	Premises costs:		
Light and heat 2,070 886 Cleaning 11,444 578 27,189 8,391 General administrative expenses: 27,189 8,391 Telephone and fax 5,145 5,372 Postage 2,188 50 Stationery and printing 859 1,539 Courier services 350 - Information and publications 108 675 Bank charges 929 726 Insurance 1,708 4,084 Equipment hire 4,066 2,651 Repairs and maintenance 5,532 2,212 Depreciation 6,980 8,445 Sundry expenses 505 156 Legal and professional costs: 28,370 25,910 Legal and professional costs: 7,934 38,000 Advertising and PR - 559 Other legal and professional 50 950	Rent	6,240	4,290
Cleaning 11,444 27,189 578 8,391 General administrative expenses: Telephone and fax 5,145 5,372 Postage 2,188 50 Stationery and printing 859 1,539 Courier services 350 - Information and publications 108 675 Bank charges 929 726 Insurance 1,708 4,084 Equipment hire 4,066 2,651 Repairs and maintenance 5,532 2,212 Depreciation 6,980 8,445 Sundry expenses 505 156 28,370 25,910 Legal and professional costs: 7,934 38,000 Advertising and PR - 559 Other legal and professional 50 950 Other legal and professional 9,506 41,769	Rates	7,435	2,637
General administrative expenses: 27,189 8,391 Telephone and fax 5,145 5,372 Postage 2,188 50 Stationery and printing 859 1,539 Courier services 350 - Information and publications 108 675 Bank charges 929 726 Insurance 1,708 4,084 Equipment hire 4,066 2,651 Repairs and maintenance 5,532 2,212 Depreciation 6,980 8,445 Sundry expenses 505 156 Legal and professional costs: 28,370 25,910 Legal and professional costs: 1,522 2,260 Consultancy fees 7,934 38,000 Advertising and PR - 559 Other legal and professional 50 950 Other legal and professional 9,506 41,769	Light and heat	2,070	886
General administrative expenses: 5,145 5,372 Postage 2,188 50 Stationery and printing 859 1,539 Courier services 350 - Information and publications 108 675 Bank charges 929 726 Insurance 1,708 4,084 Equipment hire 4,066 2,651 Repairs and maintenance 5,532 2,212 Depreciation 6,980 8,445 Sundry expenses 505 156 Legal and professional costs: 28,370 25,910 Legal and professional costs: 1,522 2,260 Consultancy fees 7,934 38,000 Advertising and PR - 559 Other legal and professional 50 950 Other legal and professional 9,506 41,769	Cleaning		
Telephone and fax 5,145 5,372 Postage 2,188 50 Stationery and printing 859 1,539 Courier services 350 - Information and publications 108 675 Bank charges 929 726 Insurance 1,708 4,084 Equipment hire 4,066 2,651 Repairs and maintenance 5,532 2,212 Depreciation 6,980 8,445 Sundry expenses 505 156 Legal and professional costs: 28,370 25,910 Legal and professional costs: 1,522 2,260 Consultancy fees 7,934 38,000 Advertising and PR - 559 Other legal and professional 50 950 9,506 41,769		27,189	8,391
Postage 2,188 50 Stationery and printing 859 1,539 Courier services 350 - Information and publications 108 675 Bank charges 929 726 Insurance 1,708 4,084 Equipment hire 4,066 2,651 Repairs and maintenance 5,532 2,212 Depreciation 6,980 8,445 Sundry expenses 505 156 Legal and professional costs: 28,370 25,910 Legal and professional costs: 1,522 2,260 Consultancy fees 7,934 38,000 Advertising and PR - 559 Other legal and professional 50 950 9,506 41,769	General administrative expenses:		
Stationery and printing 859 1,539 Courier services 350 - Information and publications 108 675 Bank charges 929 726 Insurance 1,708 4,084 Equipment hire 4,066 2,651 Repairs and maintenance 5,532 2,212 Depreciation 6,980 8,445 Sundry expenses 505 156 Legal and professional costs: 28,370 25,910 Legal and professional costs: 36,000 40,000 Advertising and PR - 559 Other legal and professional 50 950 9,506 41,769	Telephone and fax		5,372
Courier services 350 - Information and publications 108 675 Bank charges 929 726 Insurance 1,708 4,084 Equipment hire 4,066 2,651 Repairs and maintenance 5,532 2,212 Depreciation 6,980 8,445 Sundry expenses 505 156 Legal and professional costs: 28,370 25,910 Legal and professional costs: 38,000 Accountancy fees 7,934 38,000 Advertising and PR - 559 Other legal and professional 50 950 9,506 41,769	Postage		
Information and publications 108 675 Bank charges 929 726 Insurance 1,708 4,084 Equipment hire 4,066 2,651 Repairs and maintenance 5,532 2,212 Depreciation 6,980 8,445 Sundry expenses 505 156 Legal and professional costs: 28,370 25,910 Legal and professional costs: 1,522 2,260 Consultancy fees 7,934 38,000 Advertising and PR - 559 Other legal and professional 50 950 9,506 41,769			1,539
Bank charges 929 726 Insurance 1,708 4,084 Equipment hire 4,066 2,651 Repairs and maintenance 5,532 2,212 Depreciation 6,980 8,445 Sundry expenses 505 156 Legal and professional costs: 28,370 25,910 Legal and professional costs: 1,522 2,260 Consultancy fees 7,934 38,000 Advertising and PR - 559 Other legal and professional 50 950 9,506 41,769	Courier services		-
Insurance 1,708 4,084 Equipment hire 4,066 2,651 Repairs and maintenance 5,532 2,212 Depreciation 6,980 8,445 Sundry expenses 505 156 Legal and professional costs: 28,370 25,910 Legal and professional costs: 1,522 2,260 Consultancy fees 7,934 38,000 Advertising and PR - 559 Other legal and professional 50 950 9,506 41,769	Information and publications		
Equipment hire 4,066 2,651 Repairs and maintenance 5,532 2,212 Depreciation 6,980 8,445 Sundry expenses 505 156 Legal and professional costs: 28,370 25,910 Legal and professional costs: 1,522 2,260 Consultancy fees 7,934 38,000 Advertising and PR - 559 Other legal and professional 50 950 9,506 41,769	Bank charges		
Repairs and maintenance 5,532 2,212 Depreciation 6,980 8,445 Sundry expenses 505 156 28,370 25,910 Legal and professional costs: 28,370 25,910 Accountancy fees 1,522 2,260 Consultancy fees 7,934 38,000 Advertising and PR - 559 Other legal and professional 50 950 9,506 41,769	Insurance	1,708	4,084
Depreciation 6,980 8,445 Sundry expenses 505 156 28,370 25,910 Legal and professional costs: 25,910 Accountancy fees 1,522 2,260 Consultancy fees 7,934 38,000 Advertising and PR - 559 Other legal and professional 50 950 9,506 41,769	Equipment hire	4,066	2,651
Sundry expenses 505 156 28,370 25,910 Legal and professional costs: Accountancy fees 1,522 2,260 Consultancy fees 7,934 38,000 Advertising and PR - 559 Other legal and professional 50 950 9,506 41,769	Repairs and maintenance	5,532	•
Legal and professional costs: 28,370 25,910 Accountancy fees 1,522 2,260 Consultancy fees 7,934 38,000 Advertising and PR - 559 Other legal and professional 50 950 9,506 41,769	Depreciation		8, 44 5
Legal and professional costs: 1,522 2,260 Accountancy fees 7,934 38,000 Advertising and PR - 559 Other legal and professional 50 950 9,506 41,769	Sundry expenses		
Accountancy fees 1,522 2,260 Consultancy fees 7,934 38,000 Advertising and PR - 559 Other legal and professional 50 950 9,506 41,769		28,370	25,910
Consultancy fees 7,934 38,000 Advertising and PR - 559 Other legal and professional 50 950 9,506 41,769	- •		
Advertising and PR - 559 Other legal and professional 50 950 9,506 41,769	· · · · · · · · · · · · · · · · · · ·		
Other legal and professional 50 950 9,506 41,769		7,934	
9,506 41,769		- 	
	Other legal and professional		
120,038 123,320		9,506	41,769
		120,038	123,320