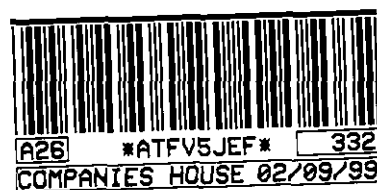


**KH CONTRACTING LIMITED**  
**ABBREVIATED ACCOUNTS**  
**FOR THE YEAR ENDED 31 JANUARY 1999**



# KH CONTRACTING LIMITED

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# KH CONTRACTING LIMITED

## AUDITORS' REPORT TO KH CONTRACTING LIMITED UNDER SECTION 247B OF THE COMPANIES ACT 1985

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We have examined the abbreviated accounts set out on pages 2 to 4, together with the financial statements of the company for the year ended 31 January 1999 prepared under section 226 of the Companies Act 1985.

### Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Act to the registrar of companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

### Basis of opinion

We have carried out the procedures we considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the financial statements.

### Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts on pages 2 to 4 are properly prepared in accordance with those provisions.

  
Charles & Co

Registered Auditor

11th August 1999.

2 Bath Place  
Rivington Street  
London  
EC2A 3JJ

# KH CONTRACTING LIMITED

## ABBREVIATED BALANCE SHEET AS AT 31 JANUARY 1999

	Notes	1999 £	£	1998 £	£
<b>Fixed assets</b>					
Tangible assets	2		17,931		11,761
<b>Current assets</b>					
Debtors		42,846		27,636	
Cash at bank and in hand		14,032		6,858	
		<u>56,878</u>		<u>34,494</u>	
Creditors: amounts falling due within one year		<u>(25,673)</u>		<u>(25,647)</u>	
<b>Net current assets</b>			<u>31,205</u>		<u>8,847</u>
<b>Total assets less current liabilities</b>			<u><u>49,136</u></u>		<u><u>20,608</u></u>
<b>Capital and reserves</b>					
Called up share capital	3		2		2
Profit and loss account			<u>49,134</u>		<u>20,606</u>
<b>Shareholders' funds</b>			<u><u>49,136</u></u>		<u><u>20,608</u></u>

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The financial statements were approved by the board on 9 August 1999

P. G. Hicks  
Director

# KH CONTRACTING LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 JANUARY 1999

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### 1 Accounting policies

#### 1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

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 Compliance with accounting standards

The accounts have been prepared in accordance with applicable accounting standards.

#### 1.3 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

#### 1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Plant and machinery	25% Straight line
Motor vehicles	20% Straight line

#### 1.5 Deferred taxation

Deferred taxation is provided at appropriate rates on all timing differences using the liability method only to the extent that, in the opinion of the directors, there is a reasonable probability that a liability or asset will crystallise in the foreseeable future.

### 2 Fixed assets

	Tangible assets £
<b>Cost</b>	
At 1 February 1998	12,902
Additions	9,681
	<hr/>
At 31 January 1999	22,583
	<hr/>
<b>Depreciation</b>	
At 1 February 1998	1,141
Charge for the year	3,511
	<hr/>
At 31 January 1999	4,652
	<hr/>
<b>Net book value</b>	
At 31 January 1999	17,931
	<hr/>
At 31 January 1998	11,761
	<hr/>

# KH CONTRACTING LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 JANUARY 1999

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<b>3</b>	<b>Share capital</b>	<b>1999</b>	<b>1998</b>
		<b>£</b>	<b>£</b>
	<b>Authorised</b>		
	1,000 Ordinary shares of £1 each	1,000	1,000
		<u>          </u>	<u>          </u>
	<b>Allotted, called up and fully paid</b>		
	2 Ordinary shares of £1 each	2	2
		<u>          </u>	<u>          </u>

### **4 Ultimate parent company**

The ultimate parent company is KH Holdings Limited, a company registered in England.

The ultimate controlling party is Knapp Hicks and Partners, an un-incorporated partnership of two of the Directors of KH Holdings Limited, by virtue of the fact that 61% of the issued ordinary share capital of that company is owned by these partners or their close family.